city of Regina

FINANCIAL REPORT

1989

90-06544/

city of Regina

FINANCIAL REPORT

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988

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city of Regina

City Council 1988 to 1991

Mayor
Douglas R. Archer

Councillor
Ted Cholod

Councillor
Bill Gray

Councillor
Doreen Hamilton

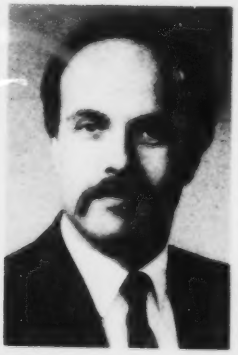
Councillor
Gay Helmsing

Councillor
Darlene Hincks

Councillor
Randy Langgard

Councillor
J. Lipp

Councillor
Joe McKeown

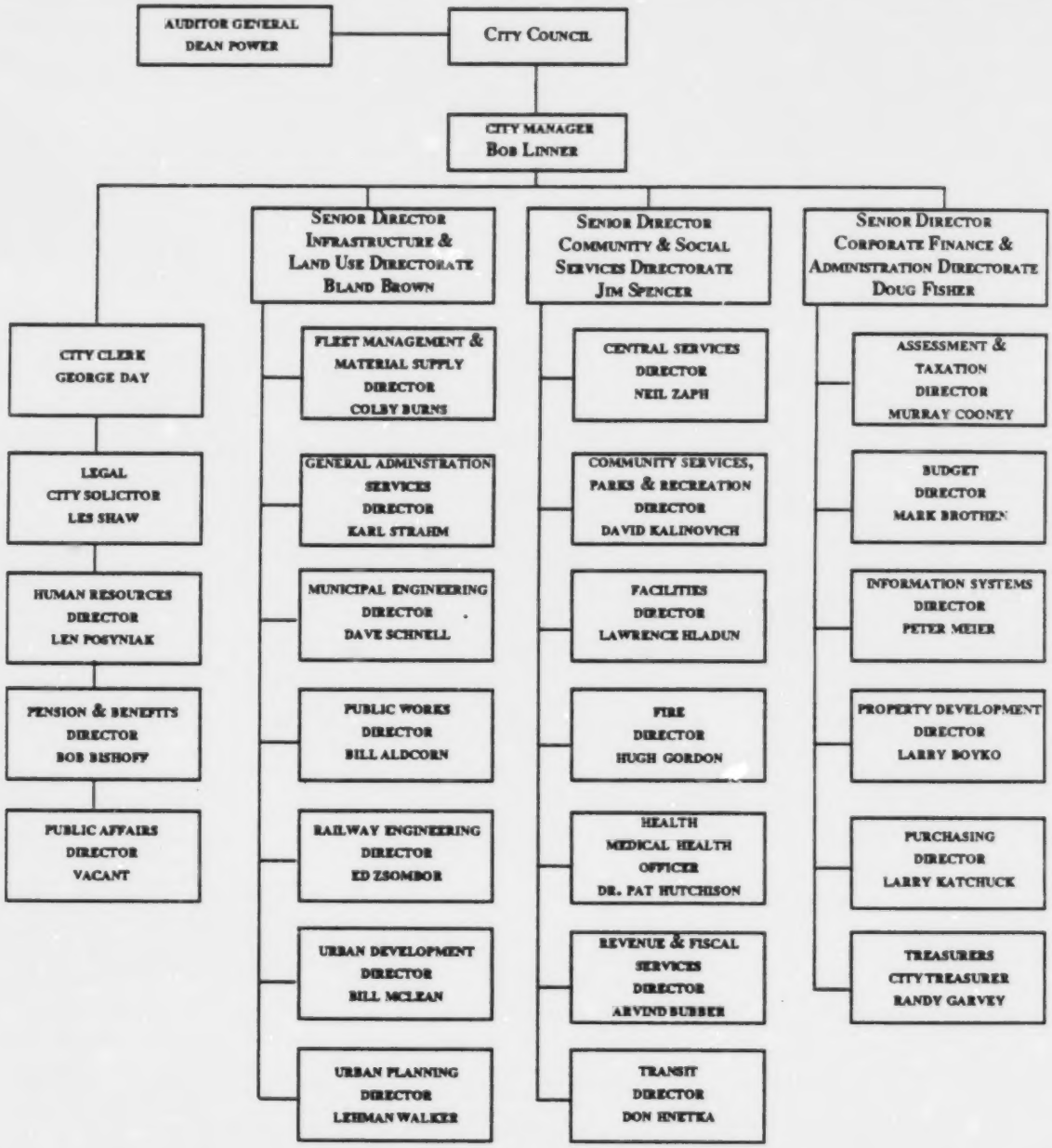


Councillor
Bill Wells

Councillor
Donavon Young

CIVIC ORGANIZATION CHART

1989



* EMERGENCY PLANNING COORDINATOR
Don Kincaid reports to
Senior Director of Infrastructure and Land Use

CITY TREASURER'S REPORT

1989

To: His Worship the Mayor and
Members of City Council

I am pleased to present the City of Regina Financial Report for the years ended December 31, 1989 and 1988. The report consists of a balance sheet, statement of revenues and expenditures, statement of capital operations and statement of changes in financial position, which combine the various funds administered by the City. Separate audited statements of the Sinking Fund, General Trust Fund, various civic pension plans and the Regina Public Library Board are also included in this report.

The General Operating Fund ended 1989 with a surplus of $5,020,000, despite no increase in the City of Regina mill rate. A statistical summary contained in this report includes some interesting economic and financial highlights, which may contribute to a better understanding of the City's financial operations.

I take pleasure in acknowledging the co-operation and assistance received from all levels of civic staff throughout the report preparation and audit process.

Respectfully submitted

R. W. Garvey
CITY TREASURER

Regina

city of Regina

COMBINED FINANCIAL STATEMENTS

AUDITORS' REPORT

1989

To: His Worship the Mayor and
Members of City Council

We have examined the following financial statements of the City of Regina as at and for the years ended December 31, 1989 and 1988:

Combined Balance Sheet

Combined Statement of Revenues and Expenditures and Changes in Fund Balance - Operations

Combined Statement of Changes in Financial Position

Combined Statement of Capital Operations

Combined Statement of Changes in Reserves - Operations

Combined Statement of Changes in Reserves - Capital

Combined Statement of Investment in Capital Assets

Our examinations were made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these combined financial statements present fairly the financial position of the City of Regina as at December 31, 1989 and 1988 and the results of its combined operations and the combined changes in its financial position for the years then ended in accordance with accounting practices described in Note 1 to the financial statements applied on a consistent basis.

Coopers & Lybrand

Chartered Accountants
Regina, Saskatchewan
April 27, 1990

Regina

COMBINED BALANCE SHEET

DECEMBER 31, 1989 AND 1988 — STATEMENT 1

	DOLLARS IN THOUSANDS 1989	1988
ASSETS		
Current Assets		
Cash	$ 1,790	$ 709
Short-Term Investments (Note 2)	38,873	38,587
Accounts Receivable	14,503	12,898
Taxes Receivable	9,024	7,698
Prepaid Expenses	196	2,655
Materials and Supplies	2,936	2,895
	67,322	65,442
Loans Receivable	15	12,646
Fixed Assets (Note 3)		
Completed Capital Projects	425,464	394,900
Less: Accumulated Depreciation	49,334	47,687
	376,130	347,213
Work In Progress	123,844	112,342
Expenditures Capitalized	624	2,698
	500,598	462,253
Deferred Charges (Note 4)	25	32
	$ 567,960	$ 540,373
LIABILITIES AND EQUITY		
Current Liabilities		
Accounts Payable	$ 11,163	$ 9,680
Taxes Collected For Library Board	46	59
Taxes Collected For School Boards	3,405	3,280
Debentures and Coupons Due	446	254
Accrued Debenture, Principal and Interest	1,883	1,953
Current Maturities on Long-Term Debt		
- Debentures (Note 5)	2,277	2,096
- Loans Payable (Note 5)	259	2,671
	19,479	19,993
Long-Term Debt		
Debentures (Note 5)	50,119	44,771
Loans Payable (Note 5)	293	12,564
	50,412	57,335
Deferred Revenue	5,143	4,823
Equity		
Appropriated		
Investment In Capital Assets	441,013	395,811
Committed Balances (Note 6)	32,804	18,990
Reserves For Future Expenditures (Note 7)	14,089	28,073
Capital Trust Fund (Note 8)		11,653
Fund Balance (Surplus)	5,020	3,695
	492,926	458,222
	$ 567,960	$ 540,373

See accompanying notes.

COMBINED STATEMENT OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE - OPERATIONS

Regina

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — STATEMENT 2

BUDGET 1989 (unaudited)		DOLLARS IN THOUSANDS 1989	1988
	REVENUES (Schedules 1, 3, 4, and 5)		
$ 72,885	Mill Rate Sensitive	$ 74,031	$ 72,585
3,069	Other Taxes and Licences	3,275	3,233
17,794	Government Grants	17,817	17,591
	Legislative		257
261	Corporate Finance and Administration	266	280
2,905	Infrastructure and Land Use	2,990	2,899
4,695	Community and Social Services	4,889	4,216
22,912	Fiscal Revenues	24,578	22,210
2,633	Fines	3,065	2,650
557	Other Revenue	1,101	1,794
3,778	Expenditure Recovery	3,959	3,460
	Utilities		
15,492	Waterworks	15,996	15,752
11,075	Sewage	11,233	10,582
7,445	Transit	7,469	7,450
165,501		170,669	164,959
	EXPENDITURES (Schedules 2, 3, 4, and 5)		
1,099	Legislative Services	1,103	1,639
4,789	Corporate Services	4,763	5,071
7,202	Corporate Finance and Administration	7,644	6,696
38,122	Community and Social Services	39,101	38,249
22,264	Infrastructure and Land Use	22,059	20,263
7,758	Subsidies, Grants and Levies	8,114	7,253
9,820	Fiscal Services	9,736	11,111
25,990	Police	26,332	25,806
	Utilities		
12,998	Waterworks	11,547	10,848
8,303	Sewage	8,482	7,600
11,670	Transit	11,553	11,517
150,015		150,434	146,053
$ 15,486	Excess of Revenues Over Expenditures	$ 20,235	$ 18,906
$	Fund Balance, Beginning of Year	$ 3,695	$ 223
15,486	Excess of Revenues Over Expenditures For the Year	20,235	18,906
(10,017)	Interfund Transfers	(10,103)	(18,235)
(5,469)	Appropriation From (To) Reserves	(10,574)	2,801
	Adjustment to Prior Year's Sinking Fund Excess Earnings (Note 13)	1,767	
$ -	Fund Balance, End of Year (Surplus)	$ 5,020	$ 3,695

See accompanying notes.

COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — STATEMENT 3

	DOLLARS IN THOUSANDS 1989	1988
OPERATING ACTIVITIES		
Excess of Revenues (Expenditures)	$ 20,235	$ 18,906
ADD:		
Items Not Affecting Cash Position:		
Transfers to Surplus and Reserve	864	1,521
Changes In Deferred Charges	7	19
Changes In Deferred Revenue	320	(98)
	1,191	1,442
Net Changes in Non-Cash Working Capital Balances:		
Accounts Receivable	(1,605)	(482)
Taxes Receivable	(1,326)	(108)
Prepaid Expenses	2,459	(1,627)
Materials and Supplies	(41)	409
Accounts Payable, Taxes Collected for Others and Debentures and Coupons Due	1,787	(2,769)
	1,274	(4,577)
Cash Provided by Operating Activities	22,700	15,771
INVESTING ACTIVITIES		
Issuance of Loans		(3,344)
Sinking Fund Surplus	3,581	2,262
Capital Outlay	(49,444)	(37,775)
Cash Used by Investing Activities	(45,863)	(38,857)
FINANCING ACTIVITIES		
Provincial Grants	2,555	1,563
Land Sales	3,663	4,539
Developers' Hectarage Assessment	1,375	3,724
Sewer and Water Connections	203	327
Local Improvements	365	330
Loan Proceeds		3,085
Debenture Proceeds	10,000	1,401
Other Sources	707	1,134
Transfer to Debenture Reserves	(70)	29
Loan Repayments		207
Consolidation of Reserves and Retirement of General Investment Loans	5,732	
Cash Provided by Financing Activities	24,530	16,339
Increase (Decrease) in Cash	1,367	(6,747)
Cash, Beginning of Year	39,296	46,043
Cash, End of Year	$ 40,663	$ 39,296

Cash includes cash and short-term investments.

See accompanying notes.

COMBINED STATEMENT OF CAPITAL OPERATIONS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988

STATEMENT 4

	DOLLARS IN THOUSANDS 1989	1988
Unexpended Capital Financing, Beginning of Year	$ 23,891	$ 32,558
Source of Funds		
Provincial Grants	2,555	1,563
Land Sales	3,663	4,539
Developers' Hectarage Assessments	1,375	3,723
Sewer and Water Connections	203	327
Local Improvements	365	330
Revenue Contributions From Operations	8,821	12,783
Capital Trust Fund Loans		2,972
Debenture Proceeds	10,000	1,401
Other Sources	683	891
Consolidation of Reserves	5,732	
	33,397	28,529
Use of Funds		
Acquisition of Fixed Assets		
Finance and Administration	1,651	607
Infrastructure and Land Use	13,043	12,632
Community and Social Services	7,291	7,736
Police Services	211	620
Utilities - Waterworks	19,331	13,670
- Sewage	1,877	1,741
- Transit	1,327	569
Retirement of General Investment Loans	4,401	
Grant to Saskatchewan Science Centre		200
Grant to Low Cost Housing Projects	312	
	49,444	37,775
Transfers From Reserves and Operations	18,358	579
Unexpended Capital Financing, End of Year	$ 26,202	$ 23,891

See accompanying notes.

COMBINED STATEMENT OF CHANGES IN RESERVES - OPERATIONS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988

STATEMENT 5

	DOLLARS IN THOUSANDS 1989	1988
Balance, Beginning of Year	$ 18,462	$ 14,706
Sources of Funds (Revenue):		
Contributions From Operations	18,078	9,387
Contributions From Employees	95	94
Interest Earned	130	164
Transfer From Other Funds	12,286	5,787
Other	875	900
Developers' Servicing Agreements		8
	31,464	16,340
Uses of Funds (Expenditure):		
Equipment Replacement, Maintenance and Repair	6,170	4,835
Inventory Purchases		61
Transfers to Operations	1,363	2,069
Transfers to Capital	28,760	5,446
Employee Benefits		
Administration	57	54
Premiums	30	13
Other	95	106
	36,475	12,584
Balance, End of Year	$ 13,451	$ 18,462

See accompanying notes.

COMBINED STATEMENT OF CHANGES IN RESERVES - CAPITAL

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988

STATEMENT 6

	DOLLARS IN THOUSANDS 1989	1988
Balance, Beginning of Year	$ 9,611	$ 21,613
Sources of Funds (Revenue):		
Contributions From Operations	5,742	11,876
Contributions From Capital Projects	717	351
Interest Earned		27
Sale of Land	3,663	4,540
Developers' Hectarage Assessments	1,375	3,723
Property Sales Capital Loans		940
Consolidation of Reserves	5,732	
	17,229	21,457
Uses of Funds (Expenditure):		
Transfers to Capital Projects	21,801	33,146
Capital Trust Loan Repayment		113
Grant to Saskatchewan Science Centre		200
Retirement of General Investment Loans	4,401	
	26,202	33,459
Balance, End of Year	$ 638	$ 9,611

See accompanying notes.

COMBINED STATEMENT OF INVESTMENT IN CAPITAL ASSETS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — STATEMENT 7

	DOLLARS IN THOUSANDS 1989	1988
Balance, Beginning of Year	$ 395,811	$ 353,394
ADD:		
Retirement of Debentures	2,958	2,859
Revenue Contributions From Operations	3,595	8,404
Provincial and Federal Grants	5,346	7,748
Loan Repayments	2,785	2,490
Other Sources	21,915	12,476
Sinking Fund Reserve Adjustments	1,832	1,357
Investment In Work In Progress	6,714	8,798
Dissolution of Capital Trust Fund	3,718	
	48,863	44,132
DEDUCT:		
Depreciation	1,965	1,539
Cost of Assets Sold Or Written Off	1,696	176
	3,661	1,715
Balance, End of Year	$ 441,013	$ 395,811

See accompanying notes.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1989 AND 1988

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING PRACTICES

The financial statements have been prepared in accordance with accounting practices considered appropriate for local governments.

A. FINANCIAL STATEMENT PRESENTATION

The combined financial statements include the assets and liabilities, revenues and expenditures, reserves and surpluses of those City funds and governmental functions or entities which have been determined to comprise a part of the aggregate City operations.

The following funds and/or governmental functions or entities have been combined for balance sheet purpose:

- general operating and capital funds
- capital trust fund (for 1988 only see Note 8)
- general investment fund
- sewage operating and capital funds
- waterworks operating and capital funds
- transit operating and capital funds

B. BASIS OF ACCOUNTING

i) Revenue and Expenditure Recognition

The accrual basis of accounting is used for all funds. The accrual basis of accounting recognizes revenues as they are earned and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

The accrual basis of accounting is modified by only recording the following revenues and expenditures when the cash is received or spent:

Revenues:	traffic fines
	parking fines
	dog and bike licences
	grants in lieu of taxes
Expenditures:	vacation plan costs
	sick leave benefit costs

ii) Fund Accounting

The City's financial transactions are segmented into various self-balancing funds. All transactions, including some interfund transactions, are disclosed in the financial statements. Each fund is operated under regulations and policies prescribed by Provincial Acts, City bylaws and municipal accounting guidelines.

iii) Interfund Transfers
During the course of normal operations the City has numerous transactions between funds including expenditures and transfers of resources to provide services, construct assets and service debt. The accompanying financial statements reflect such transactions as "interfund transfers".

iv) Completed Capital Projects
Completed capital projects acquired or constructed are recorded as expenditures in the fund making the expenditure and capitalized at cost. At the same time an amount equivalent to the completed capital projects capitalized less any long-term borrowing for each project is set up as "Investment in Capital Assets".

v) Depreciation

Municipal
Assets acquired or constructed for the municipality are not depreciated.

Utilities
Depreciation is provided on those utility fixed assets for which debenture borrowings have been incurred. The amount of depreciation equals the total of the serial debentures redeemed and payments made into the Sinking Fund for those debentures. "Investments in Capital Assets" is increased by the amount of debentures redeemed and payments into the Sinking Fund. This account is reduced by the amount of the accumulated depreciation.

vi) Investments
All investments are recorded at cost. Investment earnings are accounted for on the accrual basis except for premiums and discounts, which are recognized in the accounts at the time of sale or maturity.

vii) Interest Capitalization
It is the City's policy not to capitalize interest on projects under construction.

viii) Inventories
Inventories of materials and supplies are valued at cost.

ix) Taxes Collected for Others
The City collects taxes for the Regina Public Library Board, the Regina Separate School Board and the Regina Public School Board. These taxes are remitted to the respective Boards less recovery of discounts and cancellations relating to school taxes. Only the recovery amount is included in the revenues of the City.

x) Debt
Debt service costs including principal and interest are charged against current operations.

NOTE 2 SHORT-TERM INVESTMENTS

Short-term investments recorded at a cost of $38,873,000 (1988 - $38,587,000) have a market value approximating cost.

NOTE 3 FIXED ASSETS

The Fixed Assets consist of land buildings and equipment and are classified in accordance with the City's budgetary practices, as follows:

	Dollars In Thousands			
	Completed Capital Projects	Work In Progress	Total 1989	1988
Finance and Administration	$ 3,480	$ 2,102	$ 5,582	$ 3,931
Infrastructure and Land Use	172,555	59,208	231,763	219,081
Community and Social Services	91,523	17,833	109,356	104,369
Police	10,431	914	11,345	11,134
Utilities - Waterworks	49,672	33,376	83,048	64,442
- Sewage	35,268	3,090	38,358	37,268
- Transit	13,202	7,320	20,522	19,330
	376,131	123,843	499,974	459,555
Expenditures Capitalized*	624		624	2,698
	$376,755	$123,843	$500,598	$462,253

Totals are net of accumulated depreciation $ 49,334 (1989)
$ 47,687 (1988)

*Expenditures capitalized represent the amount borrowed by the City to finance the construction or acquisition of assets for which the City does not hold title. The amount includes expenditures for the Friendship Centre, Centre of the Arts, Exhibition Association and street lighting. This amount is reduced as the debt is retired.

NOTE 4 DEFERRED CHARGES

This amount represents the unamortized portion of shop and small field equipment. All such equipment is amortized over its expected useful life of five years. During 1989 approximately $7,000 was amortized (1988 - $19,000).

NOTE 5 LONG-TERM DEBT

A. Debenture Debt

Year Repayable	Interest Rate %	Amount In US Dollars	Serial Debt	Sinking Fund Debt	Total Debt	Equity In Sinking Fund
1990	5 1/2 - 10 1/2	$	$ 2,386,593	$ 1,879,000	$ 4,265,593	$ 1,777,556
1991	5 3/8 - 17 5/8	2,199,000	2,525,093	5,714,000	8,239,093	4,950,393
1992	8 - 17		2,780,121	2,213,000	4,993,121	1,778,814
1993	8 3/8 - 12 1/4		3,022,086	1,813,000	4,835,086	1,431,759
1994	8 - 13		2,021,061	914,000	2,935,061	618,605
1995	8 - 11 1/4		2,204,732	3,413,000	5,617,732	2,108,483
1996	9 - 17 5/8		1,722,532	697,000	2,419,532	358,391
1997	9 3/8 - 17		1,623,607	11,760,000	13,383,607	4,733,273
1998	9 1/4 - 12 1/4		1,625,929	5,212,000	6,837,929	2,248,283
1999	9 3/4 - 13		767,000	13,823,000	14,590,000	1,086,791
2000	11			1,790,000	1,790,000	379,611
2001	10 - 17			3,847,000	3,847,000	1,010,258
2002	17			2,275,000	2,275,000	620,515
2003	10 7/8			1,356,000	1,356,000	68,397
		$2,199,000	$20,678,754	$56,706,000	$77,384,754	$23,171,130

Long-Term Debt - Net of Equity in Sinking Fund	$54,213,624		
Add: Provision for Foreign Exchange Loss	360,348		
	54,573,972		
Less: Recoverable From School Boards	2,177,687	Current Maturities	$ 2,277,421
		Long-Term	50,118,864
Total Net Debenture Debt	$52,396,285		$52,396,285

In January 1989 City Council passed a resolution to borrow $25,000,000 by way of debentures for the purpose of expanding the Buffalo Pound Water Treatment Facilities. Under Bylaw No. 8880, $10,000,000 was borrowed. Borrowing of the balance of $15,000,000 is anticipated early in 1990 with the exact timing dependent on capital market conditions.

Certain debentures are held by other funds within the City of Regina. The balances held by other funds at the year end and interest paid for the year are as follows:

	Debentures		Interest	
	1989	1988	1989	1988
Sinking Fund	$11,686,275	$11,391,775	$ 1,493,036	$ 1,414,032
Police Pension Plan	698,000	698,000	72,418	72,418
Civic Pension Plan	2,631,000	3,022,000	289,141	326,239
	$15,015,275	$15,111,775	$ 1,854,595	$ 1,812,689

B. Loans Payable - Third Party Loans

Maturity	Interest Rate	Description	Principal Outstanding Dec.31/89	Dec.31/88
December 1, 1991	10.5%	Mortgage	$ 551,746	$ 785,881

Principal amounts due in each of the next two years are as follows:

1990 $258,713 1991 $293,033

Interfund Loans
(Disclosed as Loans Receivable by the fund Issuing the Loan)

		General Investment Loans		4,400,780
Current Maturities	$ 258,713	Capital Trust Loans		10,047,822
Long-Term	293,033			14,448,602
	$ 551,746		$ 551,746	$15,234,483

Under the terms of City Bylaw No. 8767, all General Investment Loans were retired using funds from various reserves; namely the Working Capital Reserve, the Insurance Reserve, the Tax Arrears Reserve, the Downtown Transportation Reserve and the Sinking Fund Reserve for Loss on Investments.

In addition, a General Capital Reserve was created from balances transferred from the Property Sales Capital Reserve, the Parkade Property Acquisition Reserve, the Sinking Fund Reserve for Loss on Investments, the Reserves for Local Improvements - Streets and Storm Sewers and the Capital Trust Fund.

Loans previously made from the Capital Trust Fund continue under the General Capital Reserve with the same repayment schedule but because the loans are confined to one fund (General Capital Fund) they are no longer disclosed as long-term debt.

NOTE 6 COMMITTED BALANCES

At year end the following funds have been reserved for the completion or continuation of capital projects in the following areas:

	Dollars in Thousands 1989	1988
Finance and Administration	$ 582	$ 526
Infrastructure and Land Use	14,102	8,376
Community and Social Services	4,665	2,816
Police	480	331
Utilities - Waterworks	6,730	2,264
- Sewage	4,901	3,344
- Transit	1,293	1,275
Sewer and Water Connections	51	58
	$ 32,804	$ 18,990

NOTE 7 RESERVES FOR FUTURE EXPENDITURES

The City is empowered under The Urban Municipality Act, 1984 to create, by bylaw, reserve funds for any purpose within the powers or duties conferred or imposed upon it by provincial legislation.

Funding for reserves is derived from three sources:

[1] Surplus moneys of the City not presently required.
[2] Budget allocations.
[3] Money from other sources, subject to any terms and conditions attached to their use.

Each bylaw creating a reserve specifies the purpose and the terms of the withdrawal of funds.

Withdrawals may only be made for the purposes stipulated in the bylaw and must have the approval of City Council or by the City Manager if the amount involved falls within the monetary limits set out in the City Manager's Bylaw.

Reserves are maintained in both the Operating and Capital Funds and are summarized as follows:

	Dollars in Thousands 1989	1988
Depreciation Reserves	$ 6,408	$ 4,837
Group Insurance Reserves	893	777
General and Utility Operating Reserves	6,150	12,848
General and Utility Capital Reserves	638	9,611
	$ 14,089	$ 28,073

NOTE 8 CAPITAL TRUST FUND

The Capital Trust Fund was established under Section 233 of The Urban Municipality Act, 1984 and City Bylaw No. 7623 to provide funding for capital projects through the issuance of repayable loans.

In 1989 under City Bylaw No. 8767 and with the consent of the Saskatchewan Municipal Board the Capital Trust Fund was dissolved and distributed as outlined below:

	Dollars in Thousands 1989	1988
Balance, Beginning of Year	$ 11,653	$ 10,744
Transfers		
From General Operations		909
To General Capital Reserve	(10,325)	
To Waterworks General Reserve	(664)	
To Sewage General Reserve	(664)	
	$	$ 11,653

NOTE 9 ASSETS AT NOMINAL VALUE

Saleable land is recorded at nominal value. Proceeds from the sale of land are recorded as revenue in the year sold. At year end the approximate market value of saleable land was $10,033,000 (1988 - $12,490,000).

NOTE 10 TAX REVENUE

General tax revenue is comprised of the following:

	1989	1988
Regina School Division #4	$ 51,616,389	$ 48,703,323
Regina Roman Catholic Separate School Division #81	19,259,945	18,009,110
Regina Public Library Board	6,931,088	6,801,485
Hospital Tax Submitted Directly	2,064,580	2,025,974
City's Share	68,301,321	66,920,530
Total	$148,173,323	$142,460,422

NOTE 11 SUPERANNUATION AND BENEFIT PLAN

All permanent employees of the City and Elected Officials are members of a superannuation plan. The City's share of contributions is recorded as an expenditure in the year in which it accrues.

The Civic Employees' Superannuation and Benefit Plan also includes employees of the Regina General Hospital, the Regina Public Library, the Buffalo Pound Water Administration Board and the non-teaching staff of the Board of Education of Regina School Division No 4.

In addition to the regular contributions, the City is required to pay on a monthly basis the following annualized amounts:

Unfunded Past Service Costs	
Civic Employees' Superannuation & Benefit Plan (to December, 1993)	$ 155,149
Police Superannuation & Benefit Plan (to December, 2008)	63,949
Elected Officials' Pension Plan (to September, 1990)	2,873

A triennial actuarial valuation is required by statute.

According to the latest actuarial valuation of the three plans, the status of each plan was:

Civic Employees' Superannuation & Benefit Plan	
- Projected Deficit	$7,327,000 (December 31, 1988)
Police Superannuation & Benefit Plan	
- Projected Deficit	3,658,000 (December 31, 1988)
Elected Officials' Pension Plan	
- Projected Surplus	50,831 (December 31, 1988)

NOTE 12 EMPLOYEE BENEFITS

Under the various union agreements, unused sick leave can accumulate and employees may be entitled to a cash payment when they leave the employment of the City.

Certain employees of the Police and Transit Departments are not eligible for vested sick leave benefits but may receive severance or retirement allowances.

The liability for these accumulated costs, to the extent that they are vested and could be taken in cash by an employee on termination, amounted to approximately $8,249,000 (1988 - $7,282,000).

In addition, at December 31, 1989, the City has a liability for vacation pay of approximately $6,398,000 (1988 - $6,131,000).

All costs associated with these liabilities are recorded on a cash basis.

NOTE 13 ADJUSTMENT TO PRIOR YEARS SINKING FUND EXCESS EARNINGS

A change in accounting policy in the Sinking Fund effective the date of purchase of zero coupon bonds provided for the amortization of discounts on zero coupon bonds over the life of the bonds.

The result of this change in accounting policy was an increase of $1,767,468 in the Sinking Fund excess earnings for prior years.

All Sinking Fund excess earnings are transferred to the General Operating Fund subject to the approval of the Sinking Fund Trustees and the Saskatchewan Municipal Board.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1989 AND 1988

NOTE 14 CHANGE IN STATEMENT DISCLOSURE

Expenditures from General Operating Depreciation Reserves are no longer disclosed in the Combined Statement of Revenues and Expenditures and Changes in Fund Balance - Operations or the Supplementary Schedules of Expenditures, but continue to be disclosed in the Combined Statement of Changes in Reserves - Operations.

NOTE 15 REGINA ECONOMIC DEVELOPMENT AUTHORITY

The Regina Economic Development Authority was created by Bylaw No. 8859 passed by City Council June 5, 1989, effective September 1, 1989.

During the period September 1, 1989 to December 31, 1989, the Authority operated substantially as a City Department and expenditures are reported in that manner under Economic Development Administration. In future years a separate financial report will be prepared.

city of Regina

SUPPLEMENTARY SCHEDULES

SCHEDULE OF REVENUES - GENERAL OPERATIONS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — SCHEDULE 1

BUDGET 1989 (unaudited)		ACTUAL 1989	1988
	MILL RATE SENSITIVE		
$ 67,694,400	General Taxes - Municipal	$ 68,301,321	$ 66,920,530
2,020,300	Grant-In-Lieu of Taxes - Provincial	2,051,837	2,073,340
1,275,200	Grant-In-Lieu of Taxes - Federal	1,284,897	1,275,132
663,500	Supplementary Business Taxes	983,851	894,492
653,800	Housing Authority Grant-In-Lieu	654,703	654,686
320,600	Supplementary Taxes - Municipal	457,938	584,774
153,600	CPR Grant-In-Lieu of Taxes	165,070	66,534
103,800	Saskatchewan Housing - Grant-In-Lieu	131,369	115,800
$ 72,885,200		$ 74,030,986	$ 72,585,288
	OTHER TAXES AND LICENCES		
$ 1,083,000	Local Improvement Levy	$ 1,164,348	$ 1,136,341
766,200	Paved and Gravel Lanes Assessment	765,551	695,270
565,800	Amusement Tax	666,505	696,424
564,600	Business Licences	573,318	578,992
62,000	Dog Licences	74,886	78,065
20,000	Bicycle Licences	25,171	40,994
5,400	Chauffeur Licences	4,928	5,315
1,900	Boarding Care Home Licences	750	1,200
100	Sanitary Tax	40	80
$ 3,069,000		$ 3,275,497	$ 3,232,681
	GOVERNMENT GRANTS		
	Provincial Grants		
$ 15,724,200	Revenue Sharing Grant	$ 15,724,213	$ 15,711,434
1,367,100	Health Grant	1,357,415	1,185,210
525,000	Transportation For Handicapped Grant	529,351	498,484
57,700	Recovery - Mobile Family Service Grant	57,750	56,500
10,000	Other Provincial Grants	10,000	11,447
	Inter-Municipal Recreation Grant	2,636	2,636
	Federal Grants		
36,200	Welfare Service Grant	58,125	59,223
73,900	Other Federal Government Grants	77,805	66,209
$ 17,794,100		$ 17,817,295	$ 17,591,143

See accompanying notes.

SCHEDULE OF REVENUES - GENERAL OPERATIONS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — SCHEDULE 1

BUDGET 1989 (unaudited)		ACTUAL 1989	ACTUAL 1988
	LEGISLATIVE		
	School Board Election Recovery		$ 256,748
	CORPORATE FINANCE AND ADMINISTRATION		
$ 113,200	Auction Sales and Salvage Proceeds	$ 130,531	$ 130,125
58,500	Storage Fees - Seized Vehicles	62,582	64,351
69,500	Tax Certificates and Search Fees	52,161	61,953
20,000	Dog Pound Fees	20,940	23,840
$ 261,200		$ 266,214	$ 280,269
	INFRASTRUCTURE AND LAND USE		
$ 766,500	Sanitary Landfill Service Charges	$ 872,682	$ 712,367
900,000	Parking Meter Fees	866,952	799,126
750,000	Building Permit Fees	740,782	780,201
250,000	Garbage Collections	232,269	258,733
144,000	Inspections - Private Developers	108,414	139,654
17,500	Miscellaneous	101,062	124,027
14,100	Licence and Encroachment Fees	24,151	16,040
28,000	Rezoning Application Charges	20,248	33,728
9,500	Sign Permit Fees	11,099	12,974
8,000	Building Grade Fees	5,509	8,340
10,400	Building Reports	5,022	9,248
7,200	Street Name Signs - Private Developers	2,209	4,649
$ 2,905,200		$ 2,990,399	$ 2,899,087

See accompanying notes.

SCHEDULE OF REVENUES - GENERAL OPERATIONS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — SCHEDULE 1

BUDGET 1989 (unaudited)		ACTUAL 1989	ACTUAL 1988
	COMMUNITY AND SOCIAL SERVICES		
$ 3,023,800	General Fee Revenue	$ 2,986,812	$ 2,507,212
511,400	Cemeteries	716,014	461,217
274,900	Concessions	265,279	292,847
134,100	Registrations	204,717	369,851
107,000	RRAP Inspection Fees	147,408	121,519
225,100	Field Rentals	137,451	22,251
103,000	Recreation Room Rentals	118,786	135,114
123,000	Early Warning System Vigilance	104,048	106,003
	Saskatchewan Trust - Trust Initiatives Program	43,144	37,074
49,600	Other Recreation Revenues	39,174	59,925
42,000	Fire Suppression Services	38,325	50,661
24,000	Office Space Rental	25,000	
6,700	Lockers	22,956	13,893
14,000	Sports Clinic Registrations	9,682	12,155
6,800	Vending Machines	8,850	
44,400	Lighting Charges	7,272	6,945
5,500	Medical Charges - Immunizations	7,107	6,195
	Marketing Revenue	7,094	12,709
$ 4,695,300		$ 4,889,119	$ 4,215,571
	FISCAL REVENUES		
$ 14,046,300	Electrical Distribution System	$ 14,870,705	$ 13,412,031
4,472,500	Short-Term and Bank Interest	4,799,485	4,552,938
2,403,900	Provincial Gas Distribution Franchise	2,652,605	2,398,872
719,000	Penalty on Arrears of Taxes	1,009,963	735,775
642,300	Penalty on Current Taxes	677,239	710,677
340,300	Utility Transfer Fee	340,300	
133,000	Interest From General Investment Fund	107,664	275,671
140,300	Average Daily Bank Balance Interest	98,122	78,392
2,000	Bad Debt Recovery - Business Tax	10,487	18,607
7,800	Tax Enforcement Charges	5,903	6,547
4,900	Other	5,703	20,889
$ 22,912,300		$ 24,578,176	$ 22,210,399

See accompanying notes.

SCHEDULE OF REVENUES - GENERAL OPERATIONS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — SCHEDULE 1

BUDGET 1989 (unaudited)		ACTUAL 1989	ACTUAL 1988
	FINES		
$ 1,281,600	Fines Due - Municipal Court	$ 1,773,368	$ 1,351,407
1,301,200	Parking Tickets	1,256,702	1,259,440
40,000	Dog Fines	27,100	31,220
9,700	Anti-Litter Fines	5,805	6,895
	Fines - Failure to Appear	1,683	1,355
$ 2,632,500		$ 3,064,658	$ 2,650,317
	OTHER REVENUE		
$ 14,900	Sundry Receipts	$ 586,846	$ 1,293,230
119,200	Claims Revenue	118,844	65,142
90,600	Work For Private Parties - Profit	86,328	98,888
26,100	Other Fees	60,716	61,053
74,000	Recoverable Wages - Workers' Compensation	47,055	58,003
46,200	Planning Receipts	41,075	46,257
55,100	Employee Parking	39,963	53,037
39,400	Cafeteria Caterer Lease Charge	38,722	30,120
30,000	Gun Registration and Vendor Fees	24,676	23,835
20,000	City Hall Rental	21,619	20,342
20,600	Sales - Maps, Prints, Pins, Publishing	16,450	14,336
8,000	Miscellaneous Police Revenue	11,581	9,179
9,000	Sale of Convention Permits	3,997	10,073
	Share of Profit - Regina Local Housing	260	8,132
4,100	Other	2,392	2,288
$ 557,200		$ 1,100,524	$ 1,793,915
	EXPENDITURE RECOVERY		
$ 1,519,300	Boards' Finance Charges	$ 1,590,804	$ 1,504,286
1,340,600	Administration Charge - Utilities	1,340,600	1,187,300
672,400	Engineering Charges	787,835	609,130
151,000	Administration Charge - Pension Funds	151,000	144,600
79,300	Data Processing Revenue	74,237	
15,000	Administration Charge - B.P.W.A.B.	15,000	15,000
$ 3,777,600		$ 3,959,476	$ 3,460,316

See accompanying notes.

SCHEDULE OF EXPENDITURES - GENERAL OPERATIONS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988

SCHEDULE 2

BUDGET 1989 (unaudited)		ACTUAL 1989	ACTUAL 1988
	LEGISLATIVE SERVICES		
	Elected Officials and Committees		
$ 313,600	City Council	$ 309,329	$ 313,710
197,500	Mayor's Office	212,621	201,759
30,500	Boards and Commissions	17,953	847
541,600		539,903	516,316
	Legislative Support Services		
492,800	City Council	495,520	515,836
	Other Legislative Services		
62,600	Corporate Memberships	63,381	68,505
2,000	Elections	4,631	538,799
64,600		68,012	607,304
$ 1,099,000		$ 1,103,435	$ 1,639,456
	CORPORATE SERVICES		
$ 788,300	Senior Management	$ 792,813	$ 1,063,053
797,100	Public Relations	741,790	879,707
	Personnel and Pension Administration		
982,600	General Administration	1,095,561	998,025
187,600	Special Programs	127,473	96,158
1,170,200		1,223,034	1,094,183
777,100	Legal Services	755,131	703,784
652,900	Claims and Insurance	673,551	664,123
603,100	Policy, Planning and Audit	576,256	666,049
2,033,100		2,004,938	2,033,956
$ 4,788,700		$ 4,762,575	$ 5,070,899

See accompanying notes.

SCHEDULE OF EXPENDITURES - GENERAL OPERATIONS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — SCHEDULE 2

BUDGET 1989 (unaudited)		ACTUAL 1989	1988
	CORPORATE FINANCE AND ADMINISTRATION		
$ 2,273,400	Systems Administration	$ 2,307,953	$ 649,817
1,858,600	Assessment and Taxation	2,241,738	1,869,087
2,107,100	Financial Administration	2,047,842	2,825,847
315,300	Office Services	312,326	648,401
6,554,400		6,909,859	5,993,152
	Business Promotions		
281,300	Economic Development Administration	374,110	291,328
20,000	Trade Shows and Missions	8,958	7,612
301,300		383,068	298,940
	Control and Enforcement		
210,200	Animal Control	218,680	271,551
136,400	Parking Ticket Collection	132,823	131,851
346,600		351,503	403,402
$ 7,202,300		$ 7,644,430	$ 6,695,494

See accompanying notes.

SCHEDULE OF EXPENDITURES - GENERAL OPERATIONS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — SCHEDULE 2

BUDGET 1989 (unaudited)		ACTUAL 1989	1988
	COMMUNITY AND SOCIAL SERVICES		
	Health Promotion and Disease Prevention		
$ 1,767,800	Public Health Nursing	$ 1,664,855	$ 1,623,830
507,200	Environmental Health Programs	477,820	448,057
468,800	Health Administration	422,534	638,653
218,900	Immunization and Infant Diseases	191,097	172,127
148,600	Facility Maintenance	136,995	122,461
107,200	Nutrition	81,757	64,715
72,200	Biostatistics	31,323	56,435
3,290,700		3,006,381	3,126,278
3,711,100	Community Support - General	4,112,710	3,754,183
539,100	Social Planning	439,768	391,081
	Fire Prevention and Suppression		
13,988,700	Suppression/Rescue	14,479,275	14,084,906
347,900	Fire Administration	364,233	361,414
351,900	Communications	363,381	346,689
330,300	Inspection and Investigation	337,520	332,686
299,000	Maintenance - Fire Buildings	317,326	307,204
182,300	Training	219,591	210,204
82,800	Maintenance - Vehicles	86,957	83,985
	Vigilance	570	14,832
15,582,900		16,168,853	15,741,920

See accompanying notes.

SCHEDULE OF EXPENDITURES - GENERAL OPERATIONS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — SCHEDULE 2

BUDGET 1989 (unaudited)		ACTUAL 1989	1988
	Community Services and Parks		
$ 5,272,400	Facilities	$ 5,455,946	$ 5,324,558
3,376,300	Parks Maintenance	3,241,741	3,342,660
1,152,800	Mechanical Maintenance	1,165,742	1,127,879
861,700	Golf Courses	1,055,349	808,730
776,800	Forestry	784,439	812,615
700,500	Recreation Centres	662,112	670,554
579,900	Cemeteries	629,786	637,473
539,100	Horticulture	554,060	621,941
507,700	Decentralized Services	535,078	577,978
461,000	Outdoor Pools	502,246	462,705
390,700	Administration	394,676	428,950
379,400	Parks - New Construction	392,448	419,770
14,998,300		15,373,623	15,235,813
$ 38,122,100		$ 39,101,335	$ 38,249,275
	INFRASTRUCTURE AND LAND USE		
$ 3,476,600	Street Lighting	$ 3,403,777	$ 3,317,669
3,267,600	Urban Development	3,091,439	2,974,973
2,520,200	Waste Collection and Control	2,370,089	2,380,039
2,015,400	Winter Road Maintenance	2,218,435	1,264,014
1,906,100	Repair/Reconstruct Road Surfaces	1,926,571	1,776,956
1,268,500	Urban Planning	1,372,329	1,291,587
1,299,700	Municipal Engineering	1,292,017	1,390,840
1,250,600	Sanitary Landfill	1,208,650	1,112,568
1,292,700	Public Works Administration	1,142,810	1,001,577
1,162,700	Traffic Control	1,119,594	1,125,672
701,700	Street Cleaning	854,910	720,726
690,900	General Administration	699,955	647,121
608,700	Sidewalk Maintenance	648,409	651,917
482,700	Drainage	443,468	350,736
192,200	Parking	159,628	135,142
103,400	Emergency Planning	81,596	100,991
24,200	Maintenance of Boulevards and Bridges	25,633	20,174
$ 22,263,900		$ 22,059,310	$ 20,262,702

See accompanying notes.

SCHEDULE OF EXPENDITURES - GENERAL OPERATIONS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — SCHEDULE 2

BUDGET 1989 (unaudited)		ACTUAL 1989	ACTUAL 1988
	SUBSIDIES, GRANTS AND LEVIES		
	Grants and Subsidies		
$ 2,451,500	Senior Citizens' Passes	$ 2,375,193	$ 2,462,318
1,050,100	Transportation of the Handicapped	1,058,700	996,968
	Amusement Tax Grant	357,334	
287,300	Community Grants Review Board	295,547	277,800
303,800	Arts Commission	293,900	295,190
247,900	Tourism Regina	247,900	183,200
245,400	Regina Market Square	245,400	145,400
109,000	Free Transportation	158,186	133,089
111,400	Other Grants	154,652	156,873
150,000	Y.M.C.A. Grant	150,000	
115,500	Mobile Crisis Centre	115,500	113,000
110,300	Community Associations	110,300	89,800
109,700	Senior Citizens' Centre	109,700	108,100
76,500	Zone Board Recreation Grants	76,500	76,500
70,200	Plains Historical Museum	70,200	
47,500	Youth Unlimited	47,500	
50,000	Social Planning Council	45,300	
25,000	Hospitality Grants	35,539	89,690
30,000	Arabian Horse Show	30,000	
50,000	Subsidized Housing	20,000	47,277
12,500	Humane Society	12,500	25,000
	Sporting Group Grants		10,380
	Cultural Group Grants		8,854
5,653,600		6,009,851	5,219,439
	Provincial Transfer Payments		
522,300	Social Services Levy	522,321	490,795
	Contractual Transfer Payments		
478,400	Wascana Centre Contribution	478,400	478,392
877,700	Wascana Centre - Maintenance of Land	877,680	813,888
226,000	Agridome Operating Grant	225,543	250,000
1,582,100		1,581,623	1,542,280
$ 7,758,000		$ 8,113,795	$ 7,252,514

See accompanying notes.

SCHEDULE OF EXPENDITURES - GENERAL OPERATIONS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — SCHEDULE 2

BUDGET 1989 (unaudited)		ACTUAL 1989	ACTUAL 1988
	FISCAL SERVICES		
	Debt Charges - Non-Recoverable		
$ 7,028,100	Debenture Charges - General	$ 7,031,096	$ 6,983,203
656,700	Discount on Taxes - Property	648,114	663,977
199,800	Current Tax Cancellations - Property	621,513	372,717
450,000	Current Tax Cancellations - Business	569,488	498,818
300,000	Cancellations Tax Arrears - Business	296,904	569,230
162,100	Frontage Tax	147,601	148,343
161,500	Discount on Taxes - Business	147,213	156,101
105,800	Civic Pension Plan Special Payment	105,766	105,766
38,100	Miscellaneous	48,536	14,147
606,700	Cancellations Tax Arrears - Property	39,960	357,222
50,900	Foreign Exchange	37,654	73,959
42,600	Bank Charges	23,920	19,487
18,300	Hospital Pension Plan Payment	18,341	18,341
	General Investment Loan Repayments		1,130,107
$ 9,820,600		$ 9,736,106	$ 11,111,418
	POLICE		
$ 11,640,600	Patrol Division	$ 13,059,262	$ 12,725,567
5,767,200	Technical Support	6,394,883	6,223,897
3,429,300	Criminal Investigation Division	3,920,598	3,846,400
4,694,600	Administrative Services	2,319,890	2,118,045
458,300	Executive Administration	637,612	891,778
$ 25,990,000		$ 26,332,245	$ 25,805,687

See accompanying notes.

SCHEDULE OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE - WATERWORKS OPERATIONS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — SCHEDULE 3

BUDGET 1989 (unaudited)		ACTUAL 1989	ACTUAL 1988
	REVENUES		
$ 14,175,700	Sale of Water	$ 14,635,201	$ 14,460,994
424,900	Watering of City Parks	428,601	401,627
366,800	Fire Hydrant Charge	366,800	354,400
308,700	Local Improvements	334,692	309,226
215,500	Service Fees and Other	230,463	225,496
15,491,600		15,995,757	15,751,743
	EXPENDITURES		
2,779,100	Transmission and Distribution	3,399,631	3,318,717
1,562,600	Power and Pumping	1,600,288	1,617,173
2,493,000	Water Supply	2,636,430	2,395,112
1,876,500	Administration	1,946,793	1,551,835
1,257,300	Debenture Payments - Interest	1,367,763	1,394,082
3,029,900	- Principal	596,087	571,210
12,998,400		11,546,992	10,848,129
2,493,200	Excess of Revenues Before Internal Transfers	4,448,765	4,903,614
	Internal Transfers		
	Transfers from (to) Reserves		
	- Financial Commitment Reserve	52,939	
(2,474,500)	- Waterworks Utility Reserve	(4,455,102)	(874,564)
(18,700)	Revenue Contributions to Capital	(46,602)	(4,029,050)
(2,493,200)		(4,448,765)	(4,903,614)
$ -	Fund Balance, Beginning and End of Year	$ -	$ -

See accompanying notes.

SCHEDULE OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE - SEWAGE OPERATIONS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — SCHEDULE 4

BUDGET 1989 (unaudited)		ACTUAL 1989	ACTUAL 1988
	REVENUES		
$ 11,033,900	Sewer Service Charge	$ 11,192,558	$ 10,543,291
24,000	Local Improvements	22,992	24,641
17,500	Other	17,517	13,879
11,075,400		11,233,067	10,581,811
	EXPENDITURES		
3,300,600	Sewage Pumping and Treatment	3,295,887	2,931,196
762,900	Domestic Sewers and Connections	945,331	765,341
226,900	Tests and Records	211,282	229,393
1,836,900	Administration	1,853,739	1,498,059
1,449,600	Debenture Payments - Interest	1,449,640	1,491,328
725,800	- Principal	725,788	684,278
8,302,700		8,481,667	7,599,595
2,772,700	Excess of Revenues Before Internal Transfers	2,751,400	2,982,216
	Internal Transfers		
	Transfers to Reserves		
(2,763,300)	- Sewage Utility Reserve	(2,728,049)	(713,382)
(9,400)	Revenue Contributions to Capital	(23,351)	(2,268,834)
(2,772,700)		(2,751,400)	(2,982,216)
$ -	Fund Balance, Beginning and End of Year	$ -	$ -

See accompanying notes.

SCHEDULE OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCE - TRANSIT OPERATIONS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — SCHEDULE 5

BUDGET 1989 (unaudited)		ACTUAL 1989	ACTUAL 1988
	REVENUES		
$ 2,662,600	Senior Citizens' Passes	$ 2,576,257	$ 2,670,055
3,473,700	Ticket and Pass Sales	3,539,777	3,504,987
700,300	Provincial Transit Grant	700,256	700,256
608,300	Other	653,175	574,264
7,444,900		7,469,465	7,449,562
	EXPENDITURES		
8,019,700	Transportation of Passengers	8,084,774	7,938,596
2,520,600	Maintenance of Structures and Equipment	2,413,940	2,503,997
894,200	Administration	818,418	838,899
96,500	Debenture Payments - Interest	96,498	110,835
139,000	- Principal	139,000	124,667
11,670,000		11,552,630	11,516,994
(4,225,100)	Excess of Expenditures Before Internal Transfers	(4,083,165)	(4,067,432)
	Internal Transfers		
5,358,800	Funding of Deficit From General Operations	5,238,167	5,234,532
(1,080,400)	Transfers to Capital Reserves	(1,080,400)	(1,104,900)
(53,300)	Repayment to General Capital Fund	(53,300)	(53,300)
	Transfers (to) from Operating Reserve	(21,302)	(8,900)
4,225,100		4,083,165	4,067,432
$ -	Fund Balance, Beginning and End of Year	$ -	$ -

See accompanying notes.

city of Regina

GENERAL TRUST FUND

AUDITORS' REPORT

To: His Worship the Mayor and
Members of City Council

We have examined the balance sheet of the City of Regina General Trust Fund as at December 31, 1989 and 1988 and the statements of revenues expenditures and fund balance for the years then ended. Our examinations were made in accordance with generally accepted auditing standards and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of the fund as at December 31, 1989 and 1988 and the results of its operations for the years then ended in accordance with accounting practices described in Note 1 applied on a consistent basis.

Coopers & Lybrand

Chartered Accountants
Regina Saskatchewan
April 27, 1990

Regina

BALANCE SHEET

DECEMBER 31, 1989 AND 1988 — GENERAL TRUST FUND

	DOLLARS IN THOUSANDS 1989	1988
ASSETS		
Current Assets		
Cash	$ 67	$ 31
Short-Term Investments	2,764	981
Accrued Interest	103	2
Accounts Receivable	33	
	$ 2,967	$ 1,014
Loans Receivable		
Regina Public Library Board	25	33
General Revenue Fund		1,850
	25	1,883
	$ 2,992	$ 2,897
EQUITY		
Fund Balance	$ 2,992	$ 2,897
	$ 2,992	$ 2,897

See accompanying notes.

STATEMENT OF REVENUES, EXPENDITURES AND FUND BALANCE

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988

GENERAL TRUST FUND

	DOLLARS IN THOUSANDS 1989	1988
REVENUES		
Contributions	$ 40	$ 130
Interest	97	65
	137	195
EXPENDITURES		
Refunds	2	2
Commuted Taxes	40	42
	42	44
Net Earnings for the Year	95	151
Fund Balance, Beginning of Year	2,897	2,746
Fund Balance, End of Year	$ 2,992	$ 2,897

See accompanying notes.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING PRACTICES

(a) Funds are invested with the General Investment Fund.

(b) The General Investment Fund records all investments at cost. Under this policy, premiums and discounts paid for fixed income investments are not recognized in the accounts until they are realized at the time of sale or maturity.

(c) All other investment revenue is recorded on the accrual basis.

NOTE 2 PURPOSE OF FUND

The General Trust Fund is used to hold three trusts as established by the City of Regina:

(a) Perpetual Care Trust - Established by the City of Regina under Section 19 of the Cemeteries Act. Funds are held in the trust and invested in the General Investment Fund. Interest earned on the investments is used to cover operating expenses incurred in the General Operating Fund for perpetual care.

(b) Commuted Taxes - Established by the City of Regina under Section 17 of the Local Improvement Act. Funds are held in trust for local improvements paid in one lump sum by a taxpayer; a proportionate amount is withdrawn each year to satisfy the borrowing requirement applicable to that local improvement.

(c) Williamson Driver Award - Established under the Trust Act. Bond bequested to the City and each year the interest is awarded to a Transit employee with a safe driving record.

city of Regina

SINKING FUND TRUSTEES REPORT

THE SINKING FUND TRUSTEES

To: His Worship the Mayor and
Members of City Council

In accordance with Section 229 (1) and (4) of The Urban Municipality Act, 1984, and the provisions contained in the Sinking Fund Trustees Bylaw and the respective bylaws that establish the City's pension plans, we submit herewith our financial report for the years ended December 31, 1989 and 1988.

The respective report of the City's External Auditors, Coopers & Lybrand, and the financial statements of the following funds are included for your consideration: The City of Regina Sinking Fund, The Regina Elected Officials' Pension Plan and the City of Regina Casual Employee's Superannuation Plan.

Comparative information for the aforementioned funds for 1989 and 1988 is shown below:

Total Assets

Book Value (000's)

	1989	1988	Change
Sinking Fund	$ 27,371	$ 27,321	.2%
Elected Officials' Pension	395	366	7.9%
Casual Employees' Pension	861	494	74.3%
Total	$ 28,627	$ 28,181	1.6%

Total Assets

Market Value (000's)

	1989	1988	Change
Sinking Fund	$ 29,263	$ 28,497	2.7%
Elected Officials' Pension	395	370	6.8%
Casual Employee's Pension	861	494	74.3%
Total	$ 30,519	$ 29,361	4.0%

THE SINKING FUND TRUSTEES

MARKET ASSET MIX (%)

	Sinking Fund		Elected Officials		Casual Employees	
	1989	1988	1989	1988	1989	1988
Cash and Short-Term Investments	5.7	10.4	26.6	20.8	15.8	30.1
Bonds	92.5	88.2	71.6	77.6	38.6	24.8
Mortgages	0.0	0.0	0.0	0.0	34.8	35.2
Real Estate	0.0	0.0	0.0	0.0	10.0	9.9
Other	1.8	1.4	1.8	1.6	0.8	0.0
	100.0	100.0	100.0	100.0	100.0	100.0

MARKET RETURN ON INVESTMENT (%)

	1989	1988	1987	3 Year Annualized
Sinking Fund	11.4	10.3	4.4	8.7
Elected Officials' Pension	8.8	9.4	5.3	7.8
Casual Employees' Pension	4.1	8.0	8.0	6.7

The securities of all Funds are held in safekeeping at either a bank, trust or insurance company.

Respectfully submitted,
The Sinking Fund Trustees

A.R. Linner,
Chairman

H.M. Walters,
Vice-Chairman

D.W. Black,
Trustee

R.W. Garvey,
Secretary

AUDITORS' REPORT

To: The Sinking Fund Trustees
of the City of Regina

We have examined the balance sheets of:

City of Regina Sinking Fund,

City of Regina Elected Officials' Pension Plan and

City of Regina Casual Employees' Superannuation Plan

as at December 31, 1989 and 1988 and the related statements of revenues, expenditures, and surplus or plan balance for the years then ended. Our examinations were made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Sinking Fund and Pension Plans as at December 31, 1989 and 1988 and the results of their operations for the years then ended in accordance with accounting practices described in Note 1 of each Fund or Plan applied, after giving retroactive effect to the change in accounting for dividend income and discounts on zero coupon bonds as set out in Note 6 to each fund or plan, on a consistent basis.

Coopers & Lybrand

Chartered Accountants
Regina Saskatchewan
April 27, 1990

BALANCE SHEET

DECEMBER 31, 1989 AND 1988 — SINKING FUND

	DOLLARS IN THOUSANDS 1989	1988
ASSETS		
Current Assets		
Cash	$ 1,055	$ 356
Short-Term Investments	485	2,388
Accrued Interest	271	268
Accounts Receivable	215	221
	2,026	3,233
Investments (Note 4)		
Bonds	25,345	24,088
	$ 27,371	$ 27,321
LIABILITIES		
Accounts Payable	$ 1,768	
RESERVES		
Reserves		
Debt Retirement (Note 5)	$ 23,171	$ 21,051
Investment Losses (Note 7)		2,689
	23,171	23,740
SURPLUS		
Surplus	$ 2,432	$ 3,581
	$ 27,371	$ 27,321

See accompanying notes.

STATEMENT OF REVENUES, EXPENDITURES AND SURPLUS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988

SINKING FUND

	DOLLARS IN THOUSANDS 1989	1988
REVENUES		
Levies - City of Regina	$ 1,984	$ 1,954
Investment	3,233	3,124
	5,217	5,078
EXPENDITURES		
Amortization Instalments - Levies	1,984	1,954
Earning Requirement	801	727
	2,785	2,681
Surplus For the Year	2,432	2,397
Surplus, Beginning of Year as Previously Reported	1,813	2,262
Adjustment of Prior Year's Revenue (Note 6)	1,768	1,184
Previous Year's Surplus Restated	3,581	3,446
	6,013	5,843
Payments to the City of Regina	(3,581)	(2,262)
Surplus End of Year	$ 2,432	$ 3,581

See accompanying notes.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING PRACTICES

(a) Investments have been recorded at cost.

(b) Investment revenue is recorded on the accrual basis.

(c) Discounts and premiums paid for fixed income investments are not recognized in the accounts until they are realized at the time of sale or maturity.

(d) Discounts on zero coupon bonds are amortized on a straight line basis over the life of the bonds.

(f) Realized gains and losses from the sale of investments are calculated using an average cost basis and are reflected in earnings as incurred.

NOTE 2 PURPOSE OF FUND

The Sinking Fund has been established to enable the City of Regina to meet its future requirements for retirement of debt issued under the sinking fund plan of repayment.

NOTE 3 STATUTORY REQUIREMENTS

The Sinking Fund must comply with various requirements as set out in The Urban Municipality Act ,1984. All purchases of investments, redemption requirements for debentures, and transfer of surplus to the City of Regina Revenue Fund are subject to the formal approval of the Saskatchewan Municipal Board.

NOTE 4 INVESTMENTS

Investments which are recorded at a cost of $25,345,000 (1988 - $24,088,000), have a market value of $27,237,000 (1988 - $25,264,000).

NOTE 5 RESERVE FOR DEBT RETIREMENT

The reserve for debt retirement is the total accumulated annual sinking fund levies plus interest compounded annually at the rate of three percent for debt issued prior to 1972, four percent for debt issued from 1972 to 1988 and six percent for debt issued in 1989. During the year the reserve balance changed as follows:

	1989 ($000)	1988 ($000)
Reserve, Beginning of Year	$ 21,051	$ 19,341
Levies	1,984	1,954
Earning Requirement	801	727
	23,836	22,022
Redemptions	665	971
Reserve, End of Year	$ 23,171	$ 21,051

NOTE 6 CHANGE IN ACCOUNTING POLICY

During the year discounts on zero coupon bonds were amortized over the life of the bonds, effective the date of purchase. The annual amortization amount is recognized as interest income.

Adjustments resulting from this change in accounting policy are reflected in the financial statements and are summarized as follows:

	Prior Period Adjustment	1988	1989
Amortization	$1,183,546	$ 583,922	$ 583,922

NOTE 7 RESERVE FOR INVESTMENT LOSSES

Under the terms of Bylaw No. 8767, passed by City Council January 25, 1989, a General Capital Reserve was created in the General Capital Fund by the consolidation of existing reserves. As part of this process the Sinking Fund Reserve for Investment Losses amounting to $2,689,000 was transferred to this newly created reserve.

NOTE 8 CITY OF REGINA INVESTMENTS

Included in the investments at December 31, 1989 are City of Regina debentures in the amount of $11,686,275 (1988 - $11,391,775). Interest revenue attributable to these investments of $1,493,036 (1988 - $1,414,032) is included in the investment income for the year.

BALANCE SHEET

DECEMBER 31, 1989 AND 1988 — ELECTED OFFICIALS' PENSION PLAN

	DOLLARS IN THOUSANDS 1989	1988
ASSETS		
Current Assets		
Cash	$ 32	$ 4
Short-Term Investments	73	73
Accrued Interest	7	6
	112	83
Investments (Note 4)		
Bonds	283	283
	$ 395	$ 366
LIABILITIES AND PLAN BALANCE		
Liabilities		
Accounts Payable	$ 6	$ 2
Plan Balance	389	364
	$ 395	$ 366

See accompanying notes.

STATEMENT OF REVENUES, EXPENDITURES AND PLAN BALANCE

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988

ELECTED OFFICIALS' PENSION PLAN

	DOLLARS IN THOUSANDS 1989	1988
REVENUES		
Contributions	$ 18	$ 20
Investment	39	33
	57	53
EXPENDITURES		
Pensions and Refunds	23	23
Administrative	9	4
	32	27
Increase in Plan Balance for the Year	25	26
Plan Balance, Beginning of Year	364	338
Plan Balance, End of Year	$ 389	$ 364

See accompanying notes.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING PRACTICES

(a) Investments have been recorded at cost.

(b) Investment revenue is recorded on the accrual basis.

(c) Discounts and premiums paid for fixed income investments are not recognized in the accounts until they are realized at the time of sale or maturity.

(d) Realized gains and losses from the sale of investments are calculated using an average cost basis and are reflected in earnings as incurred.

(e) Contributions are accounted for on the accrual basis.

NOTE 2 PRIOR SERVICE PENSION COSTS

In addition to the regular matching contributions, the City must pay into The Elected Officials' Pension Plan on a monthly basis during each year up to and including 1990, an annualized amount of $2,873 in respect of the initial unfunded liability of the Plan.

NOTE 3 ACTUARIAL VALUATION

The report of the Wyatt Company, Consulting Actuaries, dated December 4, 1989, with respect to the triennial valuation of the Plan for the period ending December 31, 1988, indicated that, as of the valuation date, the present and prospective assets of the Plan exceed present and prospective actuarial liabilities with respect to the benefits payable under the Plan by $50,831.

NOTE 4 INVESTMENTS

Investments which are recorded at a cost of $283,000 (1988 - $283,000) have a market value of $283,000 (1988 - $287,000).

BALANCE SHEET

DECEMBER 31, 1989 AND 1988 — CASUAL EMPLOYEES' SUPERANNUATION PLAN

	DOLLARS IN THOUSANDS 1989	1988
ASSETS		
Current Assets		
Short-Term Investments	$ 136	$ 148
Accounts Receivable	7	
	143	148
Long-Term Investments	718	346
	$ 861	$ 494
PLAN BALANCE		
Plan Balance	$ 861	$ 494

See accompanying notes.

STATEMENT OF REVENUES, EXPENDITURES AND PLAN BALANCE

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — CASUAL EMPLOYEES' SUPERANNUATION PLAN

	DOLLARS IN THOUSANDS 1989	1988
REVENUES		
Contributions	$ 329	$ 263
Investment	76	28
	405	291
EXPENDITURES		
Refunds	31	3
Administrative	7	4
	38	7
Increase in Plan Balance for the Year	367	284
Plan Balance, Beginning of Year	494	210
Plan Balance, End of Year	861	494

See accompanying notes.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING PRACTICES

(a) The City of Regina Casual Employees' Superannuation Plan is a defined contribution plan.

(b) Investments are recorded at market value.

(c) Under this policy investment earnings of the Plan are accounted for on the accrual basis with unrealized gains and losses recorded as revenue in the current account period.

city of Regina

PENSION INVESTMENT BOARD OF TRUSTEES REPORT

THE PENSION INVESTMENT BOARD OF TRUSTEES

To: His Worship the Mayor and
Members of City Council

In accordance with Section 229 (1) and (4) of The Urban Municipality Act, 1984, and the provisions contained in the Pension Investment Board of Trustees Bylaw and the respective bylaws that establish the City's pension plans, we submit herewith our financial report for the years ended December 31, 1989 and 1988.

The respective report of the City's External Auditors, Coopers & Lybrand, and the financial statements of the following funds are included for your consideration: The Regina Civic Employees' Superannuation and Benefit Plan, and The Regina Police Superannuation and Benefit Plan.

Comparative information for the aforementioned funds for 1989 and 1988 is shown below:

Total Assets

Book Value (000's)

	1989	1988	Change
Civic Pension Plan	$200,157	$182,354	9.8%
Police Pension Plan	51,511	46,306	11.2%
Total	$251,668	$228,660	10.1%

Total Assets

Market Value (000's)

	1989	1988	Change
Civic Pension Plan	$213,489	$185,500	17.4%
Police Pension Plan	55,253	47,369	18.9%
Total	$268,742	$232,869	17.7%

THE PENSION INVESTMENT BOARD OF TRUSTEES

MARKET ASSET MIX (%)

	Civic Pension		Police Pension	
	1989	1988	1989	1988
Cash	11.9	10.7	12.3	10.5
Bonds	51.2	54.6	51.5	55.3
Mortgages	2.4	4.3	2.2	3.5
Equities	32.4	28.0	32.6	29.1
Real Estate	0.5	0.7	0.0	0.0
Other	1.6	1.7	1.4	1.6
	100.0	100.0	100.0	100.0

MARKET RETURN ON INVESTMENT (%)

	1989	1988	1987	3 Year Annualized
Civic Pension	15.3	12.3	3.6	10.4
Police Pension	15.6	11.6	3.6	10.3

The securities of all Funds are held in safekeeping at either a bank or trust company.

Respectfully submitted,
The Pension Investment Board of Trustees

A.R. Linner,
Chairman

H.M. Walters,
Vice-Chairman

D.W. Black,
Trustee

R.W. Garvey,
Secretary

city of Regina

AUDITORS' REPORT

To: The Pension Investment Board of Trustees
of the City of Regina

We have examined the balance sheets of:

City of Regina Civic Employees' Superannuation and Benefit Plan, and

City of Regina Police Superannuation and Benefit Plan

as at December 31, 1989 and 1988 and the related statements of revenues, expenditures, and plan balance for the years then ended. Our examinations were made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Pension Plans as at December 31, 1989 and 1988 and the results of their operations for the years then ended in accordance with accounting practices described in Note 1 of each Plan applied, after giving retroactive effect to the change in accounting for dividend income and discounts on zero coupon bonds as set out in Note 6 to each Plan, on a consistent basis.

Coopers & Lybrand

Chartered Accountants
Regina Saskatchewan
April 27, 1990

BALANCE SHEET

DECEMBER 31, 1989 AND 1988 — CIVIC EMPLOYEES' SUPERANNUATION AND BENEFIT PLAN

	DOLLARS IN THOUSANDS 1989	1988
ASSETS		
Current Assets		
Cash	$ 4,847	$ 528
Short-Term Investments	21,033	19,027
Accounts Receivable	554	565
Accrued Interest	2,917	2,619
	29,351	22,739
Investments (Note 4)		
Bonds	108,082	99,355
Mortgages	5,381	7,868
Equities	56,313	51,089
Real Estate	1,030	1,303
	170,806	159,615
	$ 200,157	$ 182,354
LIABILITIES AND PLAN BALANCE		
Current Liabilities		
Accounts Payable	$ 144	$ 271
Mortgage Payable (Note 5)	70	70
Due To Other Funds		1
	214	342
Long-Term Debt Mortgage Payable (Note 5)	150	222
Plan Balance	199,793	181,790
	$ 200,157	$ 182,354

See accompanying notes.

STATEMENT OF REVENUES, EXPENDITURES AND PLAN BALANCE

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — CIVIC EMPLOYEES' SUPERANNUATION AND BENEFIT PLAN

	DOLLARS IN THOUSANDS 1989	1988
REVENUES		
Contributions	$ 12,299	$ 11,207
Investment (Note 7)	18,988	14,981
	31,287	26,188
EXPENDITURES		
Pensions	10,724	9,596
Refunds	1,643	1,388
Administrative	917	900
	13,284	11,884
Increase in Plan Balance for the Year	18,003	14,304
Plan Balance, Beginning of Year As Previously Reported	178,579	165,529
Adjustment of Prior Year's Revenue (Note 6)	3,211	1,957
Restated	181,790	167,486
Plan Balance, End of Year	$ 199,793	$ 181,790

See accompanying notes.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING PRACTICES

(a) Investments have been recorded at cost.

(b) Investment revenue is recorded on the accrual basis

(c) Discounts and premiums paid for fixed income investments are not recognized in the accounts until they are realized at the time of sale or maturity.

(d) Discounts on zero coupon bonds are amortized on a straight line basis over the life of the bonds.

(e) Dividend income from equity securities is recognized as entitlement arises.

(f) Realized gains and losses from the sale of investments are calculated using an average cost basis and are reflected in earnings as incurred.

(g) Contributions are accounted for on the accrual basis.

(h) All foreign investment transactions are converted into Canadian dollars at the exchange rate prevailing at the transaction date. No provision has been made in the accounts for unrealized gains or losses from foreign exchange translation of investments at year end.

NOTE 2 PRIOR SERVICE PENSION COSTS

In addition to the regular matching contributions, the City, together with other participating Boards, must pay into The City of Regina Civic Employees' Superannuation and Benefit Plan on a monthly basis during each year up to and including 1993, an annualized amount of $155,149 in respect of the initial unfunded liability of the Plan.

NOTE 3 ACTUARIAL VALUATION

The report of the Wyatt Company, Consulting Actuaries, dated December 5, 1989, with respect to the triennial valuation of the Plan for the period ending December 31, 1988, indicated that, the present and prospective liabilities of the Plan exceed the present and prospective actuarial assets of the Plan with respect to benefits payable under the Plan by $7,327,000.

No increase in contributions is recommended to meet this shortfall as the employer and employee contributions expected up to the date of the next valuation are more than adequate to cover the expected actuarial liabilities over the same period and meet the minimum contribution test under The Pension Benefits Act of Saskatchewan.

NOTE 4 MARKET VALUE OF INVESTMENTS

	1989 ($000)	1988 ($000)
Bonds	$107,284	$ 95,793
Mortgages	5,281	7,868
Equities	70,443	57,797
Real Estate	1,030	1,303
	$184,038	$162,761

NOTE 5 MORTGAGE PAYABLE

	1989	1988
6.75% Mortgage Payable in monthly instalments of $7,300 combined principal and interest The mortgage matures February 1, 1992 and is secured by real property with a book value of $1,030,636.	$220,332	$291,833
Current Mortgage Payable	$ 69,669	
Long-Term Mortgage Payable	$150,663	

NOTE 6 CHANGES IN ACCOUNTING POLICY

During the year discounts on zero coupon bonds were amortized over the life of the bonds effective the date of purchase. The annual amortization amount is recognized as interest income.

Dividend income on equity securities was recognized as entitlement arose effective January 1, 1987.

Adjustments resulting from these changes in accounting policy are reflected in the financial statements and are summarized as follows:

	Prior Period Adjustment	1988	1989
Amortization	$1,805,309	$ 1,203,539	$ 1,203,539
Dividend Income	151,833	50,137	303,838
	$1,957,142	$ 1,253,676	$ 1,507,377

NOTE 7 INVESTMENT REVENUE

	1989	1988
Interest and Dividends	$17,016,519	$14,712,886
Realized Gain on Sales of Investments	1,971,806	268,043
Total Investment Revenue	$18,988,325	$14,980,929

NOTE 8 CITY OF REGINA INVESTMENTS

Included in investments at December 31, 1989 are City of Regina debentures in the amount of $2,631,000 (1988 - $3,022,000). Interest revenue attributable to these investments of $289,141 (1988 - $326,239) is included in investment income for the year.

BALANCE SHEET

DECEMBER 31, 1989 AND 1988 — POLICE SUPERANNUATION AND BENEFIT PLAN

	DOLLARS IN THOUSANDS 1989	1988
ASSETS		
Current Assets		
Cash	$ 1,053	$ 879
Short-Term Investments	5,862	3,992
Accounts Receivable	32	35
Accrued Interest	739	726
	7,686	5,632
Investments (Note 4)		
Bonds	27,850	25,619
Mortgages	1,257	1,604
Equities	14,718	13,451
	43,825	40,674
	$ 51,511	$ 46,306
LIABILITIES AND PLAN BALANCE		
Liabilities		
Accounts Payable	$ 59	$ 18
Plan Balance	51,452	46,288
	$ 51,511	$ 46,306

See accompanying notes.

STATEMENT OF REVENUES, EXPENDITURES AND PLAN BALANCE

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — POLICE SUPERANNUATION AND BENEFIT PLAN

	DOLLARS IN THOUSANDS 1989	1988
REVENUES		
Contributions	$ 3,382	$ 3,256
Investment (Note 5)	4,778	3,525
	8,160	6,781
EXPENDITURES		
Pensions	2,753	2,486
Refunds	43	60
Administrative	200	140
	2,996	2,686
Increase in Plan Balance for the Year	5,164	4,095
Plan Balance, Beginning of Year As Previously Reported	45,529	41,730
Adjustment of Prior Year's Revenue (Note 6)	759	463
Restated	46,288	42,193
Plan Balance, End of Year	$ 51,452	$ 46,288

See accompanying notes.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING PRACTICES

(a) Investments have been recorded at cost.

(b) Investment revenue is recorded on the accrual basis.

(c) Discounts and premiums paid for fixed income investments are not recognized in the accounts until they are realized at the time of sale or maturity.

(d) Discounts on zero coupon bonds are amortized on a straight line basis over the life of the bonds.

(e) Dividend income from equity securities is recognized as entitlement arises.

(f) Realized gains and losses from the sale of investments are calculated using an average cost basis and are reflected in earnings as incurred.

(g) Contributions are accounted for on the accrual basis.

(h) All foreign investment transactions are converted into Canadian dollars at the exchange rate prevailing at the transaction date. No provision has been made in the accounts for unrealized gains or losses from foreign exchange translation of investments at year end.

NOTE 2 PRIOR SERVICE PENSION COSTS

In addition to the regular matching contributions, the City, through the Board of Police Commissioners, must pay into The Regina Police Superannuation and Benefit Plan on a monthly basis each year up to and including 2008 an annualized amount of $63,949 in respect of the initial unfunded liability of the Plan.

NOTE 3 ACTUARIAL VALUATION

The report of the Wyatt Company, Consulting Actuaries, dated December 5, 1989, with respect to the triennial valuation of the Plan for the period ending December 31, 1988, indicated that, as of the valuation date, the present and prospective liabilities of the Plan exceed present and prospective assets of the Plan with respect to benefits payable under the Plan by $3,658,000.

The Plan provisions call for the rates of contribution to be increased or decreased on the basis of an actuarial valuation. The employer and employee contributions to be made under the Plan will be increased by 5% (2.5% each) effective July 1, 1990.

NOTES TO FINANCIAL STATEMENTS

NOTE 4 MARKET VALUE OF INVESTMENTS

	1989 ($000)	1988 ($000)
Bonds	$ 27,986	$ 25,012
Mortgages	1,252	1,604
Equities	18,329	15,121
	$ 47,567	$ 41,737

NOTE 5 INVESTMENT REVENUE

	1989	1988
Interest and Dividends	$ 4,283,614	$ 3,731,227
Realized Gain on Sales of Investments	494,142	(206,016)
Total Investment Revenue	$ 4,777,756	$ 3,525,211

NOTE 6 CHANGES IN ACCOUNTING POLICY

During the year discounts on zero coupon bonds were amortized over the life of the bonds effective the date of purchase. The annual amortization amount is recognized as interest income.

Dividend income on equity securities was recognized as entitlement arose effective January 1, 1987.

Adjustments resulting from these changes in accounting policy are reflected in the financial statements and are summarized as follows:

	Prior Period Adjustment	1988	1989
Amortization	$ 424,325	$ 282,883	$ 282,883
Dividend Income	39,156	13,433	73,970
	$ 463,481	$ 296,316	$ 356,853

NOTE 7 CITY OF REGINA INVESTMENTS

Included in investment at December 31, 1989 are City of Regina debentures in the amount of $698,000 (1988 - $698,000). Interest revenue attributable to these investment of $72,418 (1988 - $72,418) is included in investment income for the year.

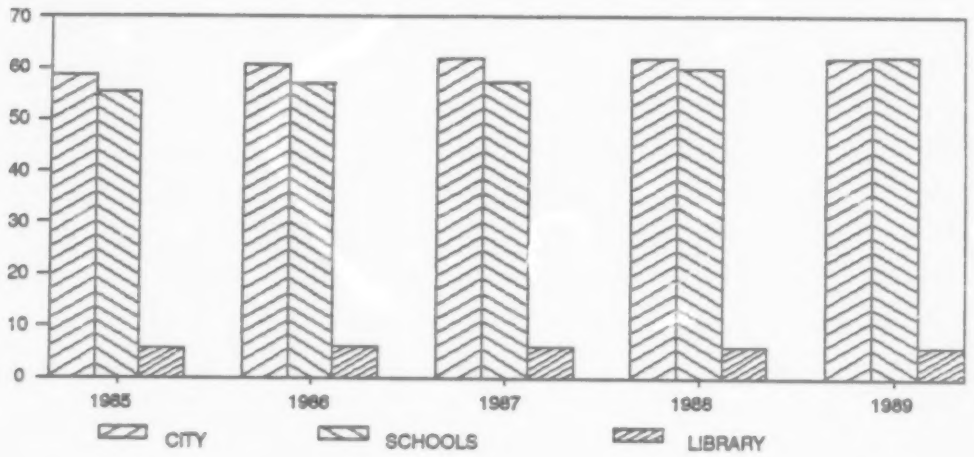
city of Regina

STATISTICS

STATISTICS

ASSESSMENT AND TAXATION INFORMATION

MILL RATES



	1989	1988	1987	1986	1985
MILL RATES					
City Council	62.03	62.03	62.03	60.81	58.58
Schools	62.48	59.93	57.41	57.01	55.35
Library	6.11	6.11	6.11	5.95	5.73
	130.62	128.07	125.55	123.77	119.66

(In thousands except for per capita and percentages)
For the Year Ended December 31

TAXABLE ASSESSMENT					
Residential	$ 658,187	$ 644,422	$ 620,303	$ 604,771	$ 592,788
Commercial/Industrial	342,090	338,462	334,156	328,800	325,704
Institutional	5,496	4,925	5,278	4,906	5,081
Business	128,611	125,363	122,421	116,832	105,206
	$1,134,384	$1,113,172	$1,082,158	$1,055,309	$1,028,779
TAX COLLECTION					
Total Tax Levy (1)	$ 148,173	$ 142,564	$ 135,865	$ 130,616	$ 123,104
Per Capita	831	795	761	741	703
Tax Arrears	9,024	7,698	7,590	8,044	8,206
% of Total Tax Levy	6.10%	5.40%	5.59%	6.61%	6.67%

(1) Includes School Boards and Library tax levy.
Source: City of Regina Records

STATISTICS

DEMOGRAPHIC AND ECONOMIC INFORMATION

For the Year Ended December 31

	1989	1988	1987	1986	1985
POPULATION	178,348	179,400	178,520	176,200	175,200
BUILDING PERMITS					
Number	2,557	2,760	4,000	3,947	3,009
Value (in thousands)	$145,494	$152,538	$208,358	$200,483	$138,568
URBAN DWELLING STARTS					
Regina	597	1,017	1,235	1,606	1,189
Saskatchewan	1,435	3,856	4,895	5,510	4,111
Canada	183,323	222,562	245,986	199,785	139,668
INFLATION RATE (CPI)					
Regina	4.5%	4.3%	4.9%	2.1%	3.7%
Canada	5.0%	4.1%	4.4%	4.1%	4.0%
UNEMPLOYMENT RATE					
Regina	8.0%	7.1%	6.9%	8.2%	9.6%
Saskatchewan	7.4%	7.5%	7.3%	7.6%	8.1%
Canada	7.5%	7.8%	8.9%	9.6%	10.5%
AVERAGE SELLING PRICE OF HOMES					
Regina	$ 72,078	$ 65,355	$ 65,078	$ 64,257	$ 62,700
Saskatchewan	70,417	68,324	65,805	64,547	62,025
Canada	148,812	131,505	111,518	102,422	79,198

Source: City of Regina, Statistics Canada, Regina Real Estate Association (Homes processed through the multiple listing system), Canada Mortgage and Housing Corporation.

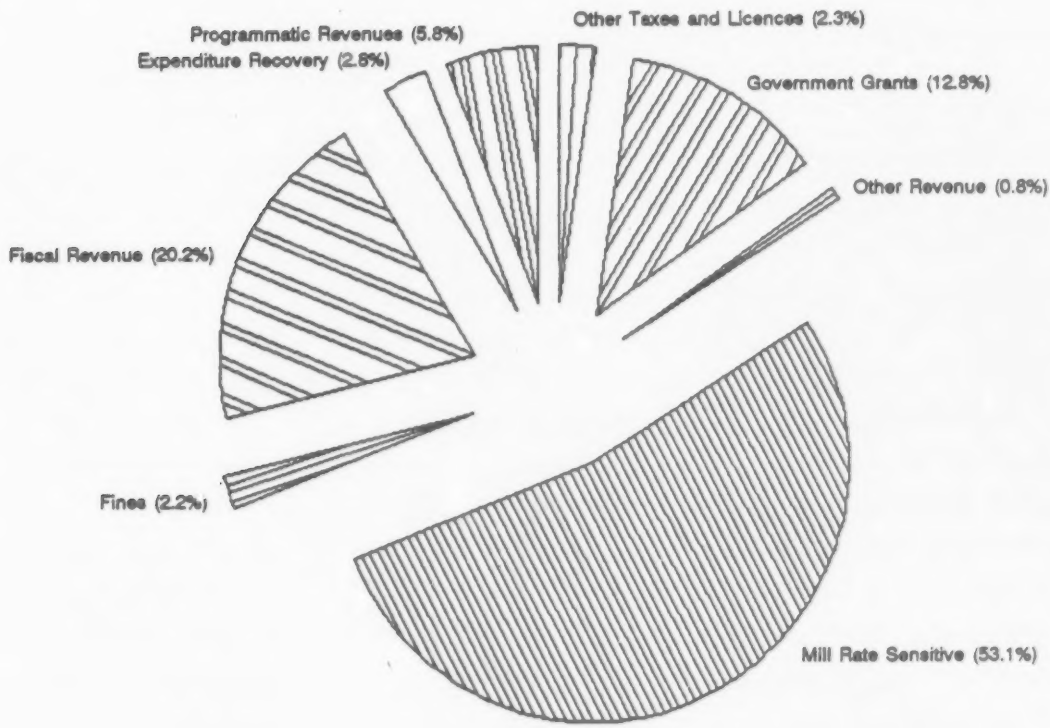
CITY OF REGINA PERMANENT PERSONNEL ESTABLISHMENT

	1989	1988	1987	1986	1985
	2,118	2,124	2,145	2,147	2,151
Increase (Decrease) From Previous Year	(6)	(21)	(2)	(4)	(6)

STATISTICS

REVENUE

WHERE THE MONEY CAME FROM



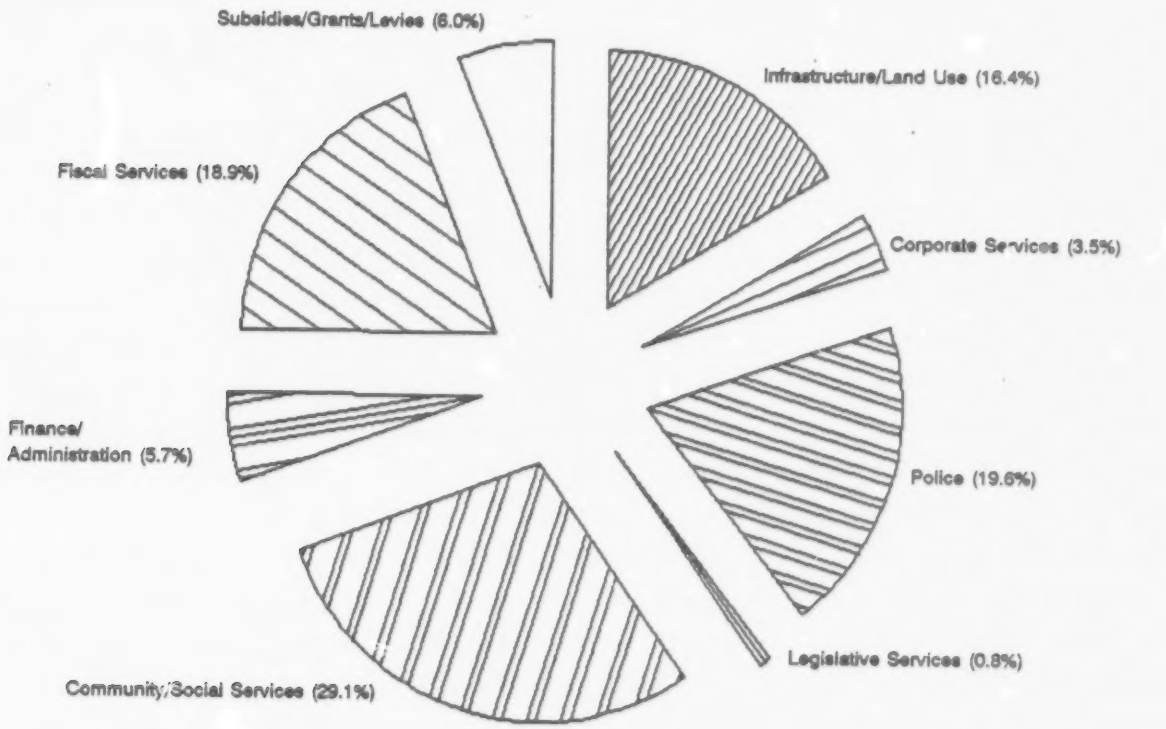
(Dollars in Thousands)

	1989	1988
Mill Rate Sensitive	$ 74,031	$ 72,585
Other Taxes and Licences	3,275	3,233
Government Grants	17,817	17,591
Programmatic Revenues	8,145	7,652
Fiscal Revenues	28,159	25,875
Fines	3,065	2,650
Other Revenue	1,101	1,794
Expenditure Recovery	3,959	3,460
	$139,552	$134,840

STATISTICS

EXPENDITURES

WHERE THE MONEY WAS SPENT



(Dollars in Thousands)

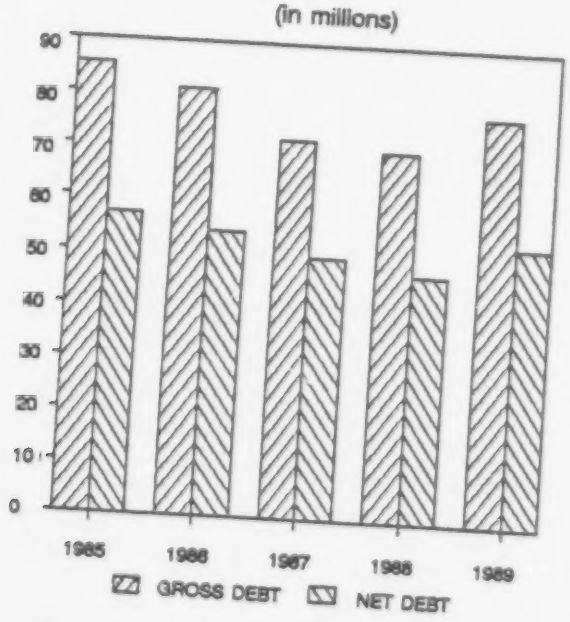
	1989	1988
Legislative Services	$ 1,103	$ 1,639
Corporate Services	4,763	5,071
Finance and Administration	7,644	6,696
Community and Social Services	39,101	38,249
Infrastructure and Land Use	22,059	20,263
Subsidies, Grants and Levies	8,114	7,253
Police	26,332	25,806
Fiscal Services (Includes Interfund Transfers, Debt Repayments, Transit Deficit and Transfers to Reserves)	25,416	26,168
	$134,532	$131,145

(Thousands of Dollars)

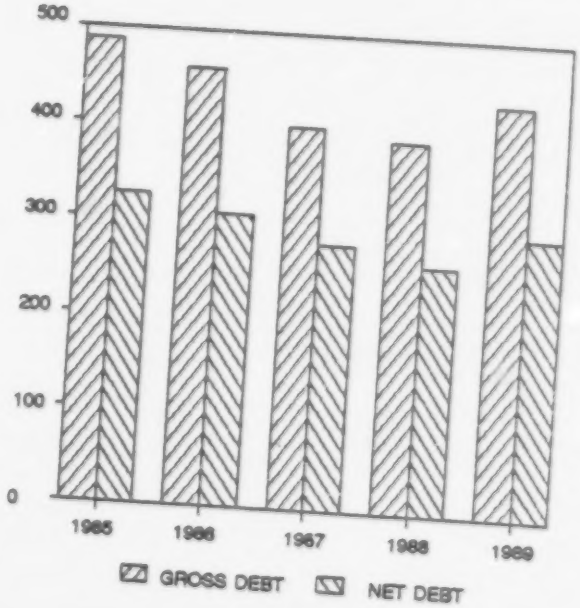
DEBENTURE DEBT 1989

	Serial Debentures	Sinking Fund Debentures	Total Gross Debt	Sinking Fund Reserve	Debt Net Of Sinking Fund Reserve
General Municipal	$ 9,569	$27,785	$37,354	$12,228	$25,126
Waterworks	2,864	18,408	21,272	4,105	17,167
Sewage	6,093	5,039	11,132	2,102	9,030
Transit	713		713		713
Schools	1,440	5,474	6,914	4,736	2,178
	$20,679	$56,706	$77,385	$23,171	$54,214
Add: Provision for Foreign Exchange Loss					360
Less: Recoverable From School Board					(2,178)
Net Debenture Debt					$52,396

DEBENTURE DEBT



DEBENTURE DEBT PER CAPITA



(Thousands of Dollars)

DEBENTURE DEBT
SERVICING EXPENDITURES

	1989	1988	1987	1986	1985
General Debenture Debt					
Principal	$ 1,179	$ 2,273	$ 2,472	$ 2,439	$ 2,321
Interest	5,852	4,710	4,883	5,044	5,330
	7,031	6,983	7,355	7,483	7,651
Waterworks Utility Debenture Debt					
Principal	596	571	554	552	540
Interest	1,368	1,394	1,429	1,489	1,518
	1,964	1,965	1,983	2,041	2,058
Sewage Utility Debenture Debt					
Principal	726	684	649	664	768
Interest	1,450	1,491	1,534	1,574	1,647
	2,176	2,175	2,183	2,238	2,415
Transit System Debenture Debt					
Principal	96	125	112	101	91
Interest	139	111	124	135	144
	235	236	236	236	235
	$11,406	$11,359	$11,757	$11,998	$12,359

STATISTICS

DEBT INFORMATION

Continuity of Long-Term Debt - Debentures
For the Year Ended December 31, 1989

Debenture Debt Outstanding - Beginning of Year	$ 70,291,753
New Issues During Year	10,000,000
Debenture Maturities During Year	(2,906,999)
Debenture Debt Outstanding - End of Year	$ 77,384,754

Analysis of Debenture Debt

General Municipal	$ 33,583,574
Property Owners' Share of General Local Improvements	3,769,780
Utilities	
Waterworks	20,265,109
Sewers	10,938,553
Transit	713,000
Property Owners' Share of Utility Local Improvements	1,200,696
School Boards (Recoverable)	
Elementary Schools	2,831,482
Public Collegiate	921,621
Separate High School	3,160,939
	$ 77,384,754

city of Regina

REGINA PUBLIC LIBRARY BOARD

City of Regina

AUDITORS' REPORT

To: The Chairman and Members of
The Regina Public Library Board:

We have examined the balance sheets of The Regina Public Library Board as at December 31, 1989 and 1988 and the statements of revenue, expenditure and general fund surplus, capital fund surplus and capital project reserve fund deficit for the years then ended. Our examinations were made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements, present fairly the financial position of the board as at December 31, 1989 and 1988 and the results of its operations for the years then ended, in accordance with accounting policies described in Note 1 applied on a consistent basis.

Coopers & Lybrand

Chartered Accountants
Regina, Saskatchewan
January 25, 1990

COMBINED BALANCE SHEET

DECEMBER 31, 1989 AND 1988 — THE REGINA PUBLIC LIBRARY BOARD

	1989	1988
ASSETS		
General Fund		
Cash and Short-Term Investments	$ 769,387	$ 1,172,561
Restricted Cash and Short-Term Investments (Note 2)	241,812	189,059
Accounts Receivable and Interest Receivable	49,767	65,481
Prepaid Expense	99,348	59,404
Due From Capital Project Reserve Fund	22,334	
	1,182,648	1,486,505
Capital Project Reserve Fund		
Cash and Short-Term Investments (Note 6)	19,304	166,784
Interest Receivable		10,400
Due From General Fund		694,215
	19,304	871,399
Capital Fund		
Property and Equipment (Note 3)	17,800,914	15,283,566
	$ 19,002,866	$ 17,641,470
LIABILITIES AND FUND SURPLUS		
General Fund		
Accounts Payable and Accrued Charges	$ 482,730	$ 256,093
Deferred Revenue	61,259	21,266
Dunlop Art Gallery Projects (Note 4)	212,898	174,596
Due to Capital Project Reserve Fund		694,215
Operating Reserve	425,761	
Surplus		340,335
	1,182,648	1,486,505
Capital Project Reserve Fund		
Accounts Payable and Accrued Charges (Note 6)	142,544	
Due to General Fund	22,334	
Surplus (Deficit)	(145,574)	871,399
	19,304	871,399
Capital Fund		
Long-Term Debt (Note 5)	39,760	79,520
Surplus	17,761,154	15,204,046
	17,800,914	15,283,566
	$ 19,002,866	$ 17,641,470

See accompanying notes.

STATEMENT OF REVENUE, EXPENDITURE AND GENERAL FUND SURPLUS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — THE REGINA PUBLIC LIBRARY BOARD

	1989	1988
REVENUE		
Taxes and Grants		
City of Regina Tax Levy	$ 6,990,167	$ 6,871,046
Grants-In-Lieu of Taxes	431,261	437,957
Provincial Operating Grant	346,708	340,881
Other	108,592	39,835
	7,876,728	7,689,719
Other Revenue		
Patron Services	228,325	214,650
Fines	100,610	102,078
Interest	116,360	76,249
	445,295	392,977
	8,322,023	8,082,696
OPERATING EXPENDITURE		
Staff	4,723,301	4,558,807
Building	617,857	560,426
Administration	541,642	528,525
Patron Services	519,507	523,118
Interest on Long-Term Debt	10,934	16,401
	6,413,241	6,187,277
EXCESS OF REVENUE OVER EXPENDITURE	1,908,782	1,895,419
TRANSFERS		
Transfer to Operating Revenue	425,761	
Transfer to Capital Fund - Schedule 1	1,323,356	1,244,360
Transfer to Capital Project Reserve Fund	500,000	500,000
	2,249,117	1,744,360
EXCESS (EXPENDITURE) REVENUE AFTER TRANSFERS	(340,335)	151,059
GENERAL FUND SURPLUS - BEGINNING OF YEAR	340,335	189,276
GENERAL FUND SURPLUS - END OF YEAR	$ -	$ 340,335

See accompanying notes.

Regina

STATEMENT OF CAPITAL FUND SURPLUS

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — THE REGINA PUBLIC LIBRARY BOARD

	1989	1988
BALANCE, BEGINNING OF YEAR	$ 15,204,046	$ 14,007,739
Transfer from General Fund - Schedule 1	1,323,356	1,244,360
Transfer From Capital Project Reserve Fund	1,567,100	719,650
Transfer From Dunlop Art Gallery	4,616	
	18,099,118	15,971,749
Property and Equipment Withdrawn From Service	337,964	767,703
BALANCE, END OF YEAR	$ 17,761,154	$ 15,204,046

See accompanying notes.

STATEMENT OF CAPITAL PROJECT RESERVE FUND DEFICIT

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — THE REGINA PUBLIC LIBRARY BOARD

	1989	1988
BALANCE, BEGINNING OF YEAR	$ 871,399	$ 1,042,451
Transfer from General Fund	500,000	500,000
Interest Earned	50,127	48,598
	1,421,526	1,591,049
Expenditure		
Automation	55,975	409,794
Building Improvements	31,029	67,427
Sunrise Branch - Building Construction	1,396,723	82,182
Sunrise Branch - Books and Other Materials		142,000
Sunrise Branch - Furniture and Equipment	83,373	
Delivery Vehicle		18,247
Transfer to Capital Fund	1,567,100	719,650
BALANCE, END OF YEAR	$ (145,574)	$ 871,399

See accompanying notes.

SCHEDULE OF GENERAL FUND TRANSFER TO CAPITAL FUND

FOR THE YEARS ENDED DECEMBER 31, 1989 AND 1988 — THE REGINA PUBLIC LIBRARY BOARD

	1989	1988
EXPENDITURE		
Books	$ 998,646	$ 897,266
Films and Videos	110,998	131,392
Sound Recordings	99,247	93,282
Furniture and Equipment	73,302	73,327
Loan Repayment	39,760	39,760
Works of Art	1,403	9,333
	$ 1,323,356	$ 1,244,360

See accompanying notes.

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the following accounting practices:

(a) Basis of Accounting

The Regina Public Library Board records its financial transactions into self-balancing funds. Funds are segregated for the purpose of carrying on specific activities. The following funds are currently in use:

General Fund - Records the operating activities of the library;

Capital Project Reserve Fund - Consists of amounts appropriated from the general fund to fund the expansion of library facilities, renovation of existing branches and purchases of major equipment;

Capital Fund - Records the purchase of all fixed assets required by the library.

(b) Revenue Recognition

The following are recorded on a cash basis:

Revenues
- library fines and charges;
- supplementary property taxes.

Expenditures
- accumulated sick leave credits:
- employee vacation pay.

(c) Property and Equipment

Property and equipment are recorded at cost. No depreciation is provided on property or equipment, instead debt repayment of principal on long-term debt is treated as a current expenditure.

(d) Transfers to Capital and Capital Project Reserve Funds

Certain capital expenditures, not financed through capital building grants or loan proceeds, are paid for out of current revenue and charged to expenditure in the year of acquisition.

From 1988 to 1992 allocations of not less than $500,000 annually will be made from operations to the capital project reserve fund. Expenditures for certain capital items will be charged to the reserve fund from time to time as approved by the Board. These expenditures, when made, are reflected as additions to property and equipment in the capital fund with a corresponding increase in capital fund surplus. Interest earned on capital project reserve fund investments is credited to the fund.

(e) Pension Contributions

Permanent employees of the board are members of the Regina Civic Employees' Superannuation and Benefit Plan. Pension contributions include the board's matching of deductions from employees and an annual instalment required to amortize past service benefits funded by the City of Regina over the period to the year 2000.

NOTE 2 RESTRICTED CASH AND SHORT-TERM INVESTMENTS

	1989	1988
Cash and Short-Term Investments - Dunlop Art Gallery	$ 208,582	$ 171,794
Fine Arts Cash	9,945	2,214
Self Leave Fund Cash	23,285	15,051
	$ 241,812	$ 189,059

NOTE 3 PROPERTY AND EQUIPMENT

	1989	1988
Land	$ 172,060	$ 172,060
Buildings	6,756,052	5,328,301
Books, Films, Sound Recordings and Works of Art	7,879,245	6,998,022
Furniture and Equipment	1,565,666	1,413,267
Vehicles and Trailers	82,180	82,180
Automation	1,345,711	1,289,736
	$17,800,914	$15,283,566

NOTE 4 DUNLOP ART GALLERY PROJECTS

The Regina Public Library operates the Dunlop Art Gallery and maintains its accounting records. The Library's financial statements include the assets and liabilities of the Dunlop Art Gallery and, as a result, the Gallery's surplus has been classified as a separate liability. Unexpended grant revenues are held as cash or short-term investments and will be used exclusively to fund specific art shows or travelling exhibits. At December 31, 1989 the surplus is comprised of the following:

	1989	1988
REVENUE		
Grants	$ 126,203	$ 140,060
Project Revenue	7,616	19,203
Other Revenue	24,420	15,082
	158,239	174,345
EXPENDITURE		
Art Exhibits	115,321	119,461
EXCESS REVENUE	42,918	54,884
TRANSFER TO CAPITAL FUND	(4,616)	
SURPLUS - BEGINNING OF YEAR	174,596	119,712
SURPLUS - END OF YEAR	212,898	174,596
Surplus End of Year Comprises:		
Cash and Short-Term Investments	208,582	$ 171,794
Accrued Interest Receivable	4,296	3,200
Accounts Receivable	20	23,175
Accounts Payable		(23,573)
	$ 212,898	$ 174,596

NOTE 5 LONG-TERM DEBT

	1989	1988
13 3/4% Loan Payable in Annual Instalments of $39,760 Plus Interest Maturing in 1990	$ 39,760	$ 79,520

NOTE 6 CAPITAL PROJECT RESERVE FUND - LINE OF CREDIT

During the year, the Library established a line of credit for the Capital Reserve Fund in the amount of $750,000. As at December 31, 1989, none of the line of credit had been drawn down. It is anticipated during 1990 that sufficient funds will be utilized from the line of credit to satisfy the payment of liabilities as required.

NOTE 7 COMMITMENTS

(a) The Board is committed to the following annual lease payments for rental of buildings:

South Albert Branch	$49,000 per annum to August 31, 1990
Regina Park Branch	$55,200 per annum to July 31, 1996

(b) The estimated liability for accumulated sick leave credits for long-term employees at December 31, 1989 is approximately $217,000 (1988 - $194,000). These amounts are paid upon retirement or termination. The estimated liability for employee vacation pay is approximately $113,000 at December 31, 1989 (1988 - $130,000). Accumulated vacation entitlements are paid once annually or upon termination.